GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
Phone: 011-23283955

INDEPENDENT AUDITOR'S REPORT

To the members of RACE ECO CHAIN LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of **RACE ECO CHAIN LIMITED,** which comprise the balance sheet as at **31st March 2023**, and the statement of Profit & Loss, and statement of cash flows for the year ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial Statements give the information required by the Act in the manner of so required and give a true and fair view in conformity with the accounting principles accepted in India, of the state of affairs of the company as at March 31st, 2023, and its Profit and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code Of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matter are those matter that, in our professional judgment, were of most signification in our audit of the financial statements of the current period. These matters were addressed in the context of our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matters	How the matter was addressed in our audit
1. Accuracy and completeness of disclosure of related party transactions and compliance with the provision of Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("SEBI (LODR) 2015') (as described in Note 34 of the Ind AS financial Statements) We identified the accuracy and completeness of disclosure of related party transactions set out in respective	Our audit procedures in relation to the disclosure of related party transactions included the following: ➢ We obtained an understanding of the Company's policies and procedures in respect of the capturing of related party transactions and how management ensures all transactions and balances with related parties have been disclosed in the Ind AS financial statement. ➢ We obtained an understanding of the Company's policies and procedures in respect of evaluating arms-length pricing

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notes to the Ind AS financial statements as a key audit matter due to: ➢ The significance of transactions with related parties during the year ended March 31, 2023. ➢ Related party transactions are subject to the compliance requirement under the companies Act, 2013 and SEBI (LODR) 2015.	and approval process by the audit committee and the board of directors. ➢ We agreed the amounts disclosed with underlying documentation and read relevant agreements, evaluation of arm-length by management, on a sample basis, as part of our evaluation of the disclosure. ➢ We assessed management evaluation of compliance with provision of section-177 and Section-188 of the Companies Act, 2013 and SEBI (LODR), 2015. ➢ We evaluated the disclosures through reading of statutory information, books and records and other documents obtained during the course of our audit.

Other Information – Other than the Standalone Financial Statements and Auditors Report Thereon

The Company's Board of Directors is responsible for other information. The other Information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Chairman's Statement, Shareholder's Information and Corporate Governance Report, but does not include the standalone financial statements and our auditor's report thereon. The Board's Report including Annexures to Board's Report, Chairman's Statement and Shareholder's Information is expected to be made available to us after the date of this auditor's report.

Our Opinion on the Standalone financial statements does not cover the other Information and we do not express any form of assurance conclusion thereon.
In connection with our audit of the Standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone financial statements or our knowledge obtained in the course of our audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for Financial Statements

The Company's Board of directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of the these Financial Statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application appropriate accounting policies ;making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate Internal Financial Controls, that were operating effectively

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for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
In preparing the financial statements and management is responsible for assessing the Company's ability to continue as a going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error,

  as fraud any involve collusion, forgery, Intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exits related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors repots. However future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial Statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation. We communicate with those charged with governance



regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

- We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence , and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable , related safeguards.

- From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

- Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.
- We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

- We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
- From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonable be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

1. As required by The Companies (Auditors Report) order 2020, the order issued by Central government of India in terms of sub section (11) of section 143 of the Act, we give in the "**Annexure-A**", a statement the matters specified in paragraph 3 and 4 of the said Order.

2. As required by section 143(3) of the Act, we report that:

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

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c) The company does not have any branch which has not been audited by us.

d) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

e) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

f) In our opinion, there is no financial transaction, which would have adverse effect on the financing of the company.

g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of the Section 197(16) of the Act, as amended:

In our opinion and according to the information & explanation given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

h) On the basis of written representations received from the directors as on 31 March, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2023, from being appointed as a director in terms of Section 164(2) of the Act.

i) With respect to the adequacy of the internal financial controls over financial reporting of the company & the operating effectiveness of such controls, refer to our separate report in **'Annexure-B'** to this report; and,

j) With respect to the other matters included in the Auditor's Report in accordance with rule 11 of the Companies (Audit & Auditors) Rules 2014, in our opinion and to our best of our information and according to the explanations given to us :

I. The Company has pending litigation with Income Tax Authorities and the possible impact of which has been disclosed in financial statements.

II. The company does not have any long-term contracts including derivative contracts which require provision under any law or accounting Standard for material foreseeable losses.

III. There was no amount which was required to be transferred to the Investor Education and Protection Fund.

IV. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



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(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under and (b) above, contain any material misstatement.

V. The company has not proposed or decaled or paid any dividend during the year.

VI. Proviso to Rule 3(1) of the companies (Accounts) Rule 2014 for maintaining books of accounts using accounting software which has a feature of recording audit trail (edit log) facilities is applicable to the company with effect from April 1, 2023 & accordingly, reporting under Rule 11(g) of companies (Audit & Auditor's) Rule 2014 is not applicable for the financial year ended 31st March 2023.

FOR M/s GARG ARUN AND ASSOCIATES
Chartered Accountants
FRN: 08180N

Garg Arun & Associates * Chartered Accountants * NEW DELHI

CA RAMAN KUMAR GARG
(PARTNER)
M. NO. 090564

Place:- Delhi
Date:- 29 MAY 2023

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Annexure-A to the Independent Auditor's Report of Even Date on the Financial Statements of RACE ECO CHAIN LIMITED

A statement as required on the matter specified in the paragraph 3 & 4 of The Companies (Auditors Report) Order 2020, the order issued by Central government of India in terms of sub section (11) of section 143 of the Act,

(i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) All the assets have been physically verified by the management during the year, which in our opinion is reasonable having regard to the size of the company & the nature of its assets. According to the information and explanation given to us, no discrepancies were noticed on such verification.

(c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds/registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of land which are freehold, are held in the name of the company as at the balance sheet date.

(d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) or intangible assets or both during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

(ii) (a) The inventory of the company has been physically verified by the management. No material discrepancies were noticed physical verification.

(b) The company has not been sanctioned working capital limits in excess of Rupees 5 crore, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.

(iii) The Company has made investment in, companies, firm, Limited Liability Partnerships, and granted unsecured loans to other parties, during the year, in respect of which:

(a) The company has provided loan during the year but not stood guarantee or provided securities to any other entity, in this regards we report as under:

(A) The Company does not have any subsidiary, Joint venture or associate, as such reporting under this clause is not applicable.

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(B) The Aggregate amount of loan advanced during the year was Rs. Nil /- and the balance outstanding at the year end was Rs. 342.75 lacs.

(b) In our option, the investment made and the terms and condition of grant of loans during the year are, prima facie, not prejudicial to the company's interest.

(c) In respect of loans granted by the Company, the loans granted are in the nature of demand loan and the repayments of principal amounts and receipts of interest are generally been regular as demanded by the company.

(d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.

(e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.

(f) The Company has granted loan which are repayable on demand or without specifying any terms or period of repayment during the year, the aggregate amount of loan was Rs. 342.75 lacs, which is the 100% of the total loans granted and are granted to related parties as defined in clause (76) of section 2 of the Companies Act, 2013.

(iv) According to the Information & explanation given to us and based on the audit procedure conducted by us, we are of the opinion that company has complied with the provisions of Section 185 and 186 of the Act in respect of grant of loans.

(v) The company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2023 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the company.

(vi) The Central Government has not prescribed the maintenance of cost records u/s 148 of the Act, in respect of business activities carried out by the company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.

(vii) **(a)** The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, Employees State Insurance, Income Tax, Sales-Tax, Goods and Service Tax, duty of customs, Duty of Excise, Value Added Tax, Cess & any other statutory dues applicable to it & there are no undisputed dues outstanding as on **31.03.2023** for a period of more than six months from the date they became payable.

(b) According to the information & explanations given to us and based on the audit procedure conducted by us, we are of the opinion that there were no statutory dues referred to in sub clause (a) above which have not been deposited on account of any dispute.

(viii) There were no transactions relating to previously unrecorded income that have been surrenderedor disclosed as income during the year in the tax assessments under the Income Tax Act, 1961(43 of 1961).

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(ix) (a) The Company has taken loans from its related parties and there is no default in repayment of loan or in the payment of interest thereon.

(b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order isnot applicable.

(d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) The Company does not have any subsidiary, associates or joint ventures as such the reporting under clause 3 (ix) (e) (f) of the order is not applicable.

(x) (a) The Company has not raised moneys by way of initial public offer or further public offer including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

(xi) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) In our opinion and as per the information and explanation provided to us, the company has not received any whistle blower complaint during the year.

(xii) The company is not a Nidhi Company; hence reporting under clause 3(xii) of the Order is not applicable to the Company.

(xiii) In our opinion and according to the information & explanation given to us, the company is in compliance with section 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards and section 177 is not applicable to the company.

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(xiv) (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

(xv) In our opinion during the year the Company has not entered into any non-cash transactions withits Directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

(xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors of the Company during the year.

(xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) In our opinion the provision of section 135 of the Companies Act, 2013 relating to corporate social responsibility are not applicable as such the reporting under clause 3 (xx) of the order is not applicable.

FOR M/s GARG ARUN AND ASSOCIATES
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FRN: 08180N

Garg Arun & Associates NEW DELHI Chartered Accountants

CA RAMAN KUMAR GARG
(PARTNER)
M. NO. 090564

Place:- Delhi
Date:- 29 MAY 2023

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Annexure-B

To the Independent Auditor's Report of Even Date on the Financial Statements of RACE ECO CHAIN LIMITED

Report on the Internal Financial Controls under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("The Act")

To The Members of **RACE ECO CHAIN LIMITED**

We have audited the internal financial controls over financial reporting of **RACE ECO CHAIN LIMITED** as of 31st March, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls.

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and

evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

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Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

"The company has used an accounting software for maintaining its books of account however management is unable to rely on automated controls related to financial reporting in the accounting software and consequently we are unable to comment on audit trail requirements of the said software as envisaged under Rule 11(g)."

However, it should be noted that mere non-availability of audit trail does not necessarily imply failure or material weakness in the operating effectiveness of internal financial controls over financial reporting.

In our opinion, the Company has, in all material aspects, an adequate internal financial controls system over financial reporting and such financial controls over financial reporting were operating effectively as at 31st March, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR M/s GARG ARUN AND ASSOCIATES
Chartered Accountants
FRN: 08180N

Garg Arun & Associates NEW DELHI Chartered Accountants

CA RAMAN KUMAR GARG
(PARTNER)
M. NO. 090564

Place:-Delhi
Date:- 29 MAY 2023

RACE ECO CHAIN LIMITED

UNIT NO.203, PLAZA- P 3, CENTRAL SQUARE BARA HINDU RAO, DELHI -110006

CIN NO. L37100DL1999PLC102506

Balance Sheet as at 31st March 2023

(Rs. In Lacs)

Particulars	Note No.	As at 31st March, 2023	As at 31st March, 2022
ASSETS			
Non-current assets			
(a) Property, plant and equipment	2(a)	286.73	257.07
(b) Capital work-in-progress		-	-
(c) Investment Properties		-	-
(d) Goodwill		-	-
(e) Other intangible assets	2(b)	3.82	6.95
(f) Intangible assets under development		-	-
(g) Biological Assets other than Bearer Plants		-	-
(h) Financial assets			
(i) Investments	3(a)	0.10	0.10
(ii) Trade Receivables		-	-
(iii) Loans and Advances		-	-
(iv) Other financial assets	4(a)	11.90	65.72
(i) Deferred tax assets (net)	5	24.99	19.78
(j) Other non-current assets	6 (a)	-	-
Sub-total - Non-Current Assets		**327.54**	**349.62**
Current assets			
(a) Inventories	7	61.52	29.37
(b) Financial assets			
(i) Investments	3(b)		
(ii) Trade receivables	8	3,664.81	1,721.36
(iii) Cash and cash equivalents	9	309.74	109.62
(iv) Bank Balance Other than Cash and cash equivalents			
(v) Loans and Advances	10	342.75	1,037.57
(vi) Other financial assets	4(b)	17.47	4.76
(c) Current Tax assets (net)	11	58.30	30.61
(d) Other current assets	6(b)	135.87	83.55
Branch accounts		-	
Sub-total - Current Assets		**4,590.45**	**3,016.84**
TOTAL - ASSETS		**4,917.99**	**3,366.46**
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	12	1,643.22	1,643.22
(b) Other equity	13	413.76	283.44
Sub-total - Shareholders' funds		**2,056.98**	**1,926.66**
LIABILITIES			
Non-current liabilities			
(a) Financial liabilities			
(i) Long Term Borrowings	14(a)	19.71	-
(ii) Lease Liabilities	15(a)	-	18.86
(iii) Trade Payables	16(a)	-	-
(iv) Other financial liabilities other than (i) and (ii) above		-	-
(b) Provisions	17(a)	15.37	10.00
(c) Deferred tax liabilities (net)		-	-
(d) Other non-current liabilities		-	-
Sub-total - Non-current liabilities		**35.08**	**28.86**
Current liabilities			
(a) Financial liabilities			
(i) Short Term Borrowings	14(b)	1,531.26	486.57
(ii) Lease Liabilities	15(b)	-	3.77
(iii) Trade Payables:-		-	-
(A) Total Outstanding dues of Micro and Small Enterprises; and	16(b)	443.23	105.69
(B) Total Outstanding dues other than Micro and Small Enterprises	16(b)	728.56	645.12
(iii) Other financial liabilities other than (i) and (ii) above		-	-
(b) Other current liabilities	18	51.19	150.67
(c) Provisions	17(b)	71.68	19.12
(d) Other tax liabilities (net)		-	-
Sub-total - Current liabilities		**2,825.93**	**1,410.94**
TOTAL - EQUITY AND LIABILITIES		**4,917.99**	**3,366.46**
Significant Accounting Policies	1		
Notes to accounts forming Part of Financial Statements	28-57		

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564

PLACE : DELHI
DATED :

29 MAY 2023

FOR RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED

Director

RAMA NAND GUPTA
EXECUTIVE DIRECTOR
DIN 03397154

For RACE ECO CHAIN LIMITED

Director

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

ANSHU AGARWAL
CFO

SHIWATI
COMPANY SECRETARY

RACE ECO CHAIN LIMITED

UNIT NO. 203, PLAZA-P-3, CENTRAL SQUARE BARA HINDU RAO, DELHI-110006

CIN NO. L37100DL1999PLC102506

Statement of Profit and Loss Account for the Year ended on 31st March, 2023

(Rs. In Lacs, except EPS)

Particulars	Note No.	April 2022 - March 2023	April 2021- March 2022
1. Total Income [sum of (a) to (b)]		**26,993.17**	**15,883.69**
(a) Revenue from Operations	19	26,908.49	15,721.26
(b) Other Income	20	84.68	162.43
2. Total Expenses [sum of (a) to (f)]		**26,814.31**	**15,777.59**
Cost of Materials Consumed			
a) Purchase of Stock-in-Trade	21	25,988.69	14,833.15
b) Cost of Raw Materials Consumed	22	103.44	414.32
c) Changes In Inventories of Finished Goods, Work-in-progress and Stock in Trade.	23	- 10.82	-
d) Other Manufacturing expense	24	183.29	107.20
e) Employee benefits expense	25	248.33	172.23
f) Finance Costs	26	70.29	41.66
g) Depreciation and amortisation expense	2	44.34	32.98
h) Other expenses	27	186.75	176.06
3. Profit from ordinary activities before exceptional items (1-2)		**178.86**	**106.10**
4. Exceptional Items - net credit / (charge)		-	-
5. Profit from Ordinary Activities Before Tax (3-4)		**178.86**	**106.10**
6. Tax expense			
a. Current Tax	35(a)	53.53	18.57
b. (Excess)/provison for tax related to earlier years			-
c. Deferred Tax	35(d)	- 5.15	- 4.20
7. Net Profit from Continuing Operations [5-(6a.+6b.+6c.)]		**130.48**	**91.72**
8. Profit / (Loss) from Discountinued Operations (after tax)		-	-
9. Net Profit for the period (7+8)		**130.48**	**91.72**
10. Other Comprehensive Income			
(a) (i) Items that will not be re-classified to Profit or Loss			
- Components of defined benefit costs	35(b)	- 0.22	20.39
(ii) Income Tax relating to those items	35(d)	0.06	- 3.05
(b) (i) Items that will be re-classified to Profit or Loss			
- Net Gain on Fair Value of Current Investments			
(ii) Income Tax relating to those items			
Total Other Comprehensive Income (a+b)		**- 0.16**	**23.44**
11. Total Comprehensive Income/Loss for the period (net of tax) (9+10)		**130.32**	**115.17**
12. Paid up Equity Share Capital (face value Re. 10 per share)		1,643.22	1,643.22
13. Earnings Per Share (EPS) (of Re. 10/- each) (not annualised):			
(a) Basic EPS - Rs.		0.79	0.56
(b) Diluted EPS - Rs.		0.79	0.56
See accompanying notes to financial statements			

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564
PLACE : DELHI
DATED : 29 MAY 2023

Garg Arun & Associates * Chartered Accountants * NEW DELHI

FOR RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED

Director

RAMA NAND GUPTA
EXECUTIVE DIRECTOR
DIN 03397154

For RACE ECO CHAIN LIMITED

Director

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

ANSHU AGARWAL
CFO

RACE ECO CHAIN LIMITED Company Secretary

SHIWATI
COMPANY SECRETARY

RACE ECO CHAIN LIMITED
UNIT NO.203, PLAZA- P 3, CENTRAL SQUARE BARA HINDU RAO, DELHI -110006
CASH FLOW STATEMENT AS ON 31/03/2023

(Rs. In Lacs)

Particulars	As at 31st March, 2023		As at 31st March, 2022	
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		178.86		106.10
Adjustments for:		119.16		-41.77
Depreciation and amortisation	44.34		32.98	
Deferred Tax				
(Profit) / loss on sale / write off of assets	- 0.12		-48.62	
Finance costs	70.29		41.66	
Interest income	0.47		-62.30	
Profit on Investment	-		- 2.42	
Provision for Tax	- 1.20			
Provision for Gratuity	5.38		0.83	
	-			
Rental Income	0.00		-3.90	
Operating profit / (loss) before working capital changes		298.01		64.32
Changes in working capital:				
Adjustments for (increase) / decrease in operating assets:				
Trade receivables	-1943.45	- 2,055.61	-264.32	215.65
Current Tax Assets	-27.69			
Other current assets	-52.32		65.65	
Inventories	-32.15		414.32	
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	420.98	298.86	223.80	265.32
Other current liabilities	-99.48		41.52	
Lease Liabilities	(23)			
Short-term provisions				
Long-term provisions				
		-1458.74		545.29
Cash flow from extraordinary items				
Cash generated from operations		-1458.74		545.29
Net income tax (paid) / refunds		0.00		58.80
Net cash flow from / (used in) operating activities (A)		**-1458.74**		**486.49**
B. Cash flow from investing activities				
Capital expenditure onproperty, plant & equipements, including capital advances		664.72	-	- 575.69
Proceeds from sale of property, plant & equipements	1.25		250.00	
Purchase of Property, Plant & Equipment	- 72.00		- 375.00	
Addition in Intangible Assets	-		- 5.81	
Purchase of other investments	-		- 203.88	
Sale of Investments	-		206.21	
Other financial assets	53.83		194.36	
Other non-current assets	-		-	
Rental Income	-		3.90	
Interest received	- 0.47		62.30	
Net gain / (loss) on sale of investments	-		-	
Changes in Loans & Advances	694.82			
Other Financial Assets	- 12.70		- 707.78	
Cash flow from extraordinary items				
Net cash flow from / (used in) investing activities (B)		**664.72**		**- 575.69**
C. Cash flow from financing activities				
Proceeds from issue of equity shares		994.13	-	-199.06
Proceeds from long-term borrowings	19.71		-4.78	
Repayment of other short-term borrowings	1,044.70		-175.26	
Lease Liabilities assumed	-		22.64	
Finance cost	-70.29		-41.66	
Cash flow from extraordinary items				
Net cash flow from / (used in) financing activities (C)		**994.13**		**-199.06**
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		200.11		- 288.26
Cash and cash equivalents at the beginning of the year		109.62		412.99
Effect of exchange differences on restatement of foreign currency Cash and cash				
Cash and cash equivalents at the end of the year		**309.74**		**123.73**
Reconciliation of Cash and cash equivalents with the Balance Sheet:				
Closing Cash and cash equivalents as per Balance Sheet				
(a) Cash on hand		9.60		17.24
(b) Balances with banks				
(i) In current accounts		300.14		20.42
(ii) In EEFC accounts				-
(iii) In Fixed deposit accounts		-		71.96
(c) Interest accrued on deposits				-
(d) Current investments considered as part of cash & cash equivalents				-
		309.74		109.62

See accompanying notes forming part of the financial statements

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 018180N

Garg Arun & Associates * Chartered Accountants * NEW DELHI

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564

For RACE ECO CHAIN LIMITED

Director

RAMA NAND GUPTA
EXECUTIVE DIRECTOR
DIN 03397154

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

ANSHU AGARWAL
CFO

FOR RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED

Director

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

RACE ECO CHAIN LIMITED Company Secretary

SHIWATI
COMPANY SECRETARY

PLACE : NEW DELHI
DATED : 29 MAY 2023

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED 31st MARCH, 2023

NOTE 1 Significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Corporate Information

RACE ECO CHAIN LIMITED ('the Company'), was incorporated on November 22, 1999 as a Company under the Companies Act, 1956 ('the Act'). The Company has registered office at .UNIT NO.203, PLAZA- P 3, CENTRAL SQUARE BARA HINDU RAO, DELHI -110006 India. The Company is listed on the BSE Limited and National Stock Exchange of India Limited (Recognised Stock Exchanges in India).

The Company is engaged in the business of

1.1 Basis of preparation

(i) Compliance with Ind AS

The financial statements of the Company comply in all material aspects with Indian Accounting Standards (Ind AS) notifiedunder Section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules,2015 and other relevant provisions of the Act.The financial statements up to and including the year ended 31 March 2021 were prepared in accordance with theaccounting standards notified under Companies (Accounting Standard) Rules, 2006 (as amended) under the Act readwith Rule 7 of the Companies (Accounts) Rules, 2014 (as amended), and other generally accepted accounting principlesin India (collectively referred to as "Indian GAAP" or "Previous GAAP")These financial statements for the year ended 31 March 2022 are the first financial statements of the Company underInd AS. Refer note 26 for an explanation of how the transition from previous GAAP to Ind AS has affected the Company'sfinancial position, financial performance and cash flows.

Amount in the Financial Statements are presented in Rs. Lakhs, unless otherwise Stated. Certain amounts that are required to be disclosed and do not appear due to rounding-off are expressed as 0.00.

The financial statements have been prepared on historical cost basis, except for the certain financial assets and financial liabilities measured at fair value (refer accounting policy regarding financial instruments).All assets and liablities have been classified as current and non current according to company's operating cycle other other critera.

(iv) Use of estimates and judgments

The preparation of financial statements in conformity with Ind AS requires management to make estimates, judgments, and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities (including contingent liabilities) and disclosures as of the date of financial statements and the reported amounts of revenue and expenses for the reporting period. Actual results could differ from these estimates. Accounting estimates and underlying assumptions are reviewed on an ongoing basis and could change from period to period. Appropriate changes in estimates are recognized in the period in which the Company becomes aware of the changes in circumstances surrounding the estimates. Any revisions to accounting estimates are recognized prospectively in the period in which the estimate is revised and future periods.

2.2 Revenue Recognition

Revenue other than for those items to which Ind AS 109 Financial Instruments are applicable) is measured at fair value of the consideration received or receivable. Revenue is recognised when (or as) the Company satisfies a performance obligation by transferring a promised service (i.e. an Asset) to a customer. An asset is transfered when (or as) the customer obtains control of that asset. When (or as) a performance obligation is satisfied, the Company recognises as revenue the amount of the servoce rendered (excluding estimates of variable consideration) that is allocated to that performance obligation.

The Company applies the five-step approach for recognition of revenue:

- Identification of contract(s) with customers;
- Identification of the separate performance obligations in the contract;
- Determination of transaction price;
- Allocation of transaction price to the separate performance obligations; and
- Recognition of revenue when (or as) each performance obligation is satisfied.

Fixed Price maintenance revenue is recognised retably on a staright line basis when serives are performed through or indefinite number of repititive acts overt a specified period.

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

For RACE ECO CHAIN LIMITED

Director

RACE ECO CHAIN LIMITED Company Secretary

Garg Arun & Associates Chartered Accountants NEW DELHI

For RACE ECO CHAIN LIMITED

Director

(ii) **Interest income**

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the applicable interest rates. Interest income is included under the head "Other Income" in the Statement of Profit and Loss.

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income from a financial asset is recognized using the effective interest rate (EIR), which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

(vii) **Other Income**

Other Income have been recogized on accrual basis in the Financial Statements, except when there is uncertainity of collection.

1.2 **Income Tax**

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961. Current tax assets and current tax liabilities are off set when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

1.3 **Deferred Tax**

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are recognized for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

Deferred tax liabilities are not recognized for temporary differences between the carrying amount and tax bases of investments in subsidiaries where the Company is able to control the timing of the reversal of the temporary differences and it is probable that the differences will not reverse in the foreseeable future.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

1.4 **Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

a)

Financial Assets

i) Initial recognition and measurement:

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

ii) Subsequent Measurement:

Debt instruments at amortized cost

a) 'Financial Asset' is measured at the amortized cost if both the following conditions are met:

a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and

b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

Debt instrument at FVTPL

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

iii) De-recognition

The company derecognizes a financial asset when the contractual right to the cash flow from the financial asset end or it transfers the financial asset and the transfer qualifies for derecogition under Ind AS 109.

RACE ECO CHAIN LIMITED Company Secretary

Garg Associates Chartered Accountants NEW DELHI

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

iv) Impairment of Financial Assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the financial assets that are debt instruments, and are measured at amortized cost e.g., loans, debt securities, deposits, trade receivables and bank balance.

b)

Financial liabilities

i) Initial recognition and measurement

All Financial liabilities are recognized initially at fair value and fees of recurring nature are directly recognized in profit or loss as finance cost. The company's financial liabilities include trade and other payables.

ii) Subsequent Measurement:

Financial Liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to short maturity of these instruments.

iii) De-recognition

A financial liability is de-recognized when the obligation under the liability is discharged or cancelled or expired or it transfers the financial liability and the transfer qualifies for de-recognition under Ind AS 109.

1.5 **Tangible Property, Plant & Equipment (PPE):**

Property, plant and equipment are stated at cost of acquisition less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition and installation of the assets.

Recognition:

The cost of an item of property, plant and equipment is recognized as an asset if, and only if:

(a) It is probable that future economic benefits associated with the item will flow to the entity; and

(b) The cost of the item can be measured reliably.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced.

All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation methods, estimated useful lives and residual value

Depreciation is calculated using the written down value method to allocate their cost, net of their residual values, over their estimated useful life prescribed under Schedule II to the Companies Act, 2013. The Company provides pro-rata depreciation from the date of installation till date the assets are sold or disposed. Leasehold improvements are amortised over the term of underlying lease.

The Residual value and useful life is reviewed annually and any deviation is accounted for as a change in estimate.

Estimated useful lives of items of Property, Plant and Equipments are as follows:-

Assets	Useful life
Furniture and Fixtures	10 years
Computers	3 years
Vehicles	8 years
Building	60 years
Motor Bike	10 years
Office Equipments	5 years
Electrical Equipments	10 years
Plant & Machinery	15 years
Leasehold Improvements	Over the primary lease period or useful life. Whichever is less

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates Chartered Accountants NEW DELHI

For RACE ECO CHAIN LIMITED

Director

iii. The estimated useful lives and residual values of the Property Plant and Equipment are reviewed at the end of each financial year.

iv. Property Plant and Equipment, individually costing less than Rupees five thousand, are fully depreciated in the year of purchase.

v. Depreciation on the Property Plant and Equipment added/disposed off/discarded during the year is provided from/upto the date when added/disposed off/discarded.

vi Gains or losses arising from the retirement or disposal of Property Plant and Equipment are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognized as income or expense in the Statement of Profit and Loss.

1.6 Intangible Assets

Measurement at recognition:

Intangible assets are recognized where it is probable that the future economic benefit attributable to the assets will flow to the Company and its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortization and impairment, if any.

Expenditure incurred on acquisition / development of intangible assets which are not put / ready to use at the reporting date is disclosed under intangible assets under development. The Company amortizes intangible assets on a straight-line basis over the five years commencing from the month in which the asset is first put to use. The Company provides pro-rata amortization from the day the asset is put to use.

Assets	Useful life
Software & Mobile Application	5 years

Derecognition:

The carrying amount of an intangible asset is derecognized on disposal or when no future economic benefits are expected from its use or disposal. Gains and losses on disposals are determined by comparing proceeds with carrying amount and are recognized in the statement of profit and loss when the asset is derecognized.

1.7 Employee benefits

(i) Short-term obligations

Short-term employee benefits comprise of employee costs such as salaries, bonus etc. are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related services are rendered. The Company recognises the costs of bonus payments when it has a present obligation to make such payments as a result of past events and a reliable estimate of the obligation can be made.

(ii) Post-employment obligations

Post-employment benefit plans are classified into defined benefit plans and defined contribution plans as under:-

Defined contribution plan:

Contribution made to the recognised provident fund, employees state insurance scheme etc. which are defined contribution plans, is charged to the Statement of Profit and Loss in the period in which they occur.

Defined benefits plan:

The Company has unfunded gratuity as defined benefit plan where the amount that an employee will receive on seperation/retirement is defined by reference to the employee's length of service and final salary. The liability recognised in the Balance Sheet in respect of gratuity is the present value of defined benefit obligation at the Balance Sheet date together with the adjustments for unrecognised actuarial gain or losses and the past service costs. The defined benefit obligation is calculated at or near the Balance Sheet date by an independent actuary using the projected unit credit method. Actuarial gains and losses comprise experience adjustment and the effects of changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income.

1.8 Impairment of non-financial assets

At each reporting date, the Company assesses whether there is any indication based on internal / external factors, that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount of asset is the higher of its fair value or value in use. Value in use is based on the estimated future cashflows, discounted to their present value using a pre-tax discount rate that reflects the current market assessment of time value of money and the risks specific to it. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognised in the statement of profit and loss. All assets are subsequently reassessed for indications that an impairment loss previously recognised may no longer exist. An Impairment loss is reversed if there has been a change in estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the assets carrying amount would have been determined, net of depreciation or amortization, had no impairment loss been recognised.

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates Chartered Accountants NEW DELHI

RACE ECO CHAIN LIMITED Company Secretary

1.9 Provisions and contingencies:

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the reporting date.

Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost.

Expected future operating losses are not provided for.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

Contingent Assets are neither recognized nor disclosed except when realization of income is virtually certain and the related asset is recognized.

1.10. Earnings per share

a) **Basic earnings per share**

Basic earnings per share is calculated by dividing the net profit for the period (excluding other comprehensive income) attributable to equity share holders of the Company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus element in equity shares issued during the year.

b) **Diluted earnings per share**

Diluted earnings per share is computed by dividing the net profit for the period attributable to equity shareholders by the weighted average number of shares outstanding during the period as adjusted for the effects of all diluted potential equity shares except where the results are anti-dilutive.

1.11 Inventories

Raw Material & Traded Goods are valued at lower of cost and net realizable value. However, material & other items held for use in the trading are not written down below cost of the finished products in which they will be incorporated if they are expected to be sold at or above cost.

WIP & finished goods are valued at lower of cost & net realizable value

Net realizable value is the estimated selling price in the ordinary course of business less estimated costs necessary to make the sale.

1.12 Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

1.13 Cash and cash equivalents

Cash amounts represent cash on hand and demand deposits. Cash equivalents are primarily short-term highly liquid investments with an original maturity of 90 days or less and which are subject to an insgnificant risk of change in value.

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates Chartered Accountants NEW DELHI

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LIMITED

Director

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED on 31ST March, 2023

Note 3 (a) Non- Current Investments

Particulars	Subsidiary /Others	Shares/Units 3/31/2023 Number	Shares/Units 3/31/2022 Number	Quoted / Unquoted	Amount as at 3/31/2023 in Lacs	Amount as at 3/31/2022 in Lacs
(I) Investment at Amortised cost						
Enviro Ecoplast Private Limited	Others	1,000	1,000	Unquoted	10,000.00	10,000.00
Total		**1,000**	**1,000**		**10,000.00**	**10,000.00**
Location wise breakup of Investments						
Investment in India		1,000	1,000		10,000.00	10,000.00
Investment Outside India		-	-		-	-
Total		**1,000**	**1,000**		**10,000.00**	**10,000.00**
Less: Allowance for impairment loss		-	-		-	-
Total (net)		**1,000**	**1,000**		**10,000.00**	**10,000.00**

Note 3 (b) Current Investments

Particulars	Subsidiary /Others	Shares/Units 3/31/2023 Number	Shares/Units 3/31/2022 Number	Quoted / Unquoted	Amount as at 3/31/2023 in Lacs	Amount as at 3/31/2022 in Lacs
NIL						

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates Chartered Accountants NEW DELHI

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LIMITED

Direct

For RACE ECO CHAIN LIMITED

Director

RACE ECO CHAIN LIMITED

AS PER COMPANIES ACT, 2013

NOTE-02 (a) PROPERTY, PLANT & EUIPEMENT

(Rs. in Lacs)

Particulars	Rate	Gross Block				Accumulated Depreciation				Net Block	
		Balance as on 01/04/2022	Additions	Deductions/ Adjustments	Balance as at 31/03/2023	Upto 31/03/2022	Additions	Deductions/Adjustments	Balance as at 31/03/2023	W.D.V. as on 31.03.2023	W.D.V. as on 31.03.2022
PLANT & MACHINERY											
PLANT & MACHINERY	14.88%	39.05	15.79		54.84	21.83	3.02		24.85	29.99	17.22
VEHICLES											
Car Fortuner	31.23%	27.09			27.09	27.09			27.09	(0.00)	(0.00)
Activa Scooter	31.38%	0.88			0.88	0.34	0.21		0.55	0.33	0.55
Grand Vitara Car		-	23.34		23.34	-	1.40		1.40	21.94	-
eco			6.46		6.46		1.75		1.75	4.72	
FACTORY LAND & BUILDING		-				-					-
FACTORY LAND-56/33	9.50%	4.57			4.57	-	0.43		0.43	4.14	4.57
FACTORY LAND- A16/2		-			-	-					-
FACTORY BUILDING-56/33	9.50%	192.43			192.43	22.15	16.18	-	38.33	154.10	170.28
FACTORY BUILDING- A-16/2	9.50%	39.28			39.28	39.28		-	39.28	0.00	0.00
Elevator	45.07%	11.15			11.15	10.64		-	10.64	0.50	0.50
Electricity Service Line	9.50%	2.66			2.66	0.04	0.73	-	0.78	1.88	2.62
GENERATOR	45.07%	19.64			19.64	14.20	1.26		15.46	4.18	5.44
COMPUTER	63.16%	21.09	1.17		22.26	16.27	3.06	-	19.32	2.94	4.82
FURNITURE & FIXTURES	76.83%	24.15	5.86	1.25	28.76	15.02	3.25	0.12	18.15	10.60	9.13
Office Equipments	45.07%	28.54	17.85		46.39	14.91	8.09	-	23.00	23.39	13.63
Right to Use		29.94			29.94	1.63	1.76		3.39	26.54	28.31
Electric Equipment		-	1.53		1.53	-	0.06		0.06	1.47	-
TOTAL		**440.48**	**72.00**	**1.25**	**511.23**	**183.40**	**41.21**	**-**	**224.49**	**286.73**	**257.07**
		-				-					
Capital Work In Progress		-	-			-	-	-	-	-	-
NOTE-02 (b) OTHER INTANGIBLE ASSETS		-				-					
INTANGIBLE ASSETS		-				-					
SOFTWARE AND MOBILE APPLICATIONS		9.51	-	-	9.51	2.56	3.13	-	5.69	3.82	6.95
											-
								Net Block		**290.55**	**264.02**
								Depreciation for year		**44.34**	

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED Company Secretary

Garg Arun & Associates Chartered Accountants NEW DELHI

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED on 31ST March, 2023

Note4 Other Financial Assets

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
(a) Non-Current		
Deposits with Banks		
FDR pledged with Bank as margin for Bank Guarantee/OD*	1.08	61.74
At Amortised Cost		
Unsecured, Considered Good		
Deposits		
Advance Against Security	10.82	3.99
Total (A)	**11.90**	**65.72**
(b) Current		
	-	-
At Amortised Cost		
Unsecured, Considered Good		
Deposits	-	-
(a) Security Deposit		
Security Deposit for Rent **	17.47	2.07
Others	-	
Accrued Interest on FDR	-	2.70
Total (B)	**17.47**	**4.76**
Total (A+B)	**29.36**	**70.49**

* The Fixed deposit as other non-current financial assets includes deposit with remaining maturity above 12 months.
** Security Deposits for Rent given are measured at Amortised cost

Note 5 Deferred Tax Assets (Net)

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Opening Balance	19.78	12.54
Add: Current Year Deferred Tax Asset / (Liability) [Refer Note 41]	5.21	7.24
Net Deferred Tax Assets / (Liabilities)	**24.99**	**19.78**

Note 6 Other Non Financial Assets

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
(a) Non-Current		
(b) Current		
Unsecured, Considered Good		
Advance		
GST Input	-	25.11
Advance to Suppliers	38.54	27.95
Advance to employees	3.33	1.66
Prepaid Expenses	1.63	0.04
RCM Receivable	-	7.22
Other Current Assets	-	11.05
Claim Recoverable	0.97	10.52
Duties & Taxes	91.39	
Total (b)	**135.87**	**83.55**
TOTAL [(a)+(b)]	**135.87**	**83.55**

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates Chartered Accountants NEW DELHI

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

Note 7 **Inventories**

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Inventories :		
a) Raw		
Fabric	21.88	14.51
Total	**21.88**	**14.51**
b) Work In		
Progress Sub	-	
Total	**-**	**-**
c) Finished		
Bags	14.32	
Puma Products	14.53	14.86
Total	**28.85**	**14.86**
d) Stock-in-Trade		
Waste Scrap	10.80	
Total	**10.80**	-
Total Inventories	**61.52**	**29.37**

Note 8 **Trade Receivables**

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Trade Receivables- From Related Parties	0.21	70.88
Trade Receivables-From Others	3,664.60	1,650.48
TOTAL	**3,664.81**	**1,721.36**
Less : Impairment allowance		
Total Trade Receivables (net of Impairement)	**3,664.81**	**1,721.36**

a.) Ageing Schedule - Trade receivable

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Undisputed - Considered Good		
- Less than 6 Months	3,544.37	1,390.59
- 6 Months- 1 year	38.04	247.39
- 1-2 years	73.63	79.81
- 2-3 Years	8.77	3.58
- More than 3 Years	-	-
Undisputed Trade Receivables-which have significant increase in credit risk	-	-
Undisputed Trade Receiveables-Credit impaired	-	-
Disputed - Considerd good	-	-
Disputed Trade Receivables-which have significant increase in credit risk	-	-
Disputed Trade Receiveables-Credit impaired	-	-
Total	3,664.81	1,721.36

Note 9 **Cash & Cash Equivalents**

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Cash in Hand	9.60	17.24
Balance with Banks in Current Accounts ^	300.14	20.42
Balance with Banks in fixed deposits	-	71.96
	309.74	**109.62**

The Fixed deposit with Banks as cash & cash equivalent are the deposit with original maturity upto 3 months.

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates Chartered Accountants NEW DELHI

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

Note 10 Short Term Loans and Advances

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Short - Term Loans and Advances:		
At Amortised Cost		
Unsecured , Considered Good		
Inter Corporate Loan	342.75	1,037.57
	342.75	**1,037.57**

Note 11 Current Tax Assets (net)

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Advance Income Tax/TDS/TCS (net of provision)		
TDS Receivables	58.30	30.61
TOTAL	**58.30**	**30.61**

Note 12 Equity Share Capital

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Authorised Share Capital		
2,50,00,000 Shares (Previous year 2,50,00,000) of Rs. 10 each	2,500.00	2,500.00
	2,500.00	**2,500.00**
Issued, Subscribed & Paid-up Share Capital		
1,64,32,200 Shares (Previous year 16432200.) of Rs. 10 each	1,643.22	1,643.22
TOTAL	**1,643.22**	**1,643.22**

Terms/Rights attached to Equity Shares

The Company has only one class of equity shares each having a par value of Rs. 10 per share. All these shares have same rights & preferences

Reconciliation of number of equity share outstanding at the beginning and at the end of the period

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Number of shares outstanding as at the beginning of the period	164.32	164.32
Add : Shares allotted	-	-
Number of shares outstanding as at the end of the period	**164.32**	**164.32**

Name of Shareholders	As at 31st March, 2023	As at 31st March, 2022
A) Sangeeta Pareekh	43.20	43.20
B) BLP Equity Research Private Ltd	23.40	23.40
C) Puja Malik	9.85	9.85

Details of Promoters holding

Name of Shareholders	As at 31st March, 2023	As at 31st March, 2022
A) Sangeeta Pareekh	43.20	43.20
B) BLP Equity Research Private Ltd	23.40	23.40
C) Dinesh Pareekh	7.00	7.00

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates, NEW DELHI, Chartered Accountants

RACE ECO CHAIN LIMITED, Company Secretary

For RACE ECO CHAIN LIMITED

Director

Note 13 Other Equity

PARTICULARS		As at 31st March, 2023	As at 31st March, 2022
I) Reserves & Surplus			
a. Retained Earnings			
Balance at the beginning of the period		260.00	168.27
Add: Profit/Loss for the period		130.48	91.72
Less: Bonus Share Issue		-	
		-	
Balance at the end of the period		**390.48**	**260.00**
	TOTAL (I)	**390.48**	**260.00**
II) Other Comprehensive Income			
Balance at the beginning of the period		23.44	-
Add: Transfer during the year	-	0.16	23.44
Balance at the end of the period		**23.28**	**23.44**
	TOTAL (II)	**23.28**	**23.44**
TOTAL OTHER EQUITY (I+II+III)		**413.76**	**283.44**

Nature & Purpose of Reserves:

Retained Earnings: Retained earnings represents surplus / accumulated earning of the company and are available for distribution to shareholders

Other Comprehensive Income: This represents the cumulative gains and losses arising on the fair valuation of equity instruments measured at

Note 14 Borrowings

(Rs. in Lacs)

PARTICULARS		As at 31st March, 2023	As at 31st March, 2022
(a) Long Term Borrowings			
Carried at Amortized Cost			
Secured Loans			
Term Loans from Banks/Financial Institution			
ICICI Bank Ltd			
(Secured Against Hypothecation of Car)		3.05	-
HDFC CAR LOAN -GRAND VITARA		16.66	
(Secured Against Hypothecation of Car)			
	Total (I)	**19.71**	**-**
(b) Short Term Borrowings			
Carried at Amortized Cost			
Secured Loans			
ICICI Bank - OD against FD		-	-
(Secured by Fixed Deposit)		-	54.05
		-	
Current Maturity of Long Term Debts.		7.65	
Unsecured Loans		-	-
Related Parties		-	-
Loan From Director		39.23	2.11
Intercorporate Loan		-	-
Swagatam Trading and Services Limited		15.61	66.32
Anmol Financial Services Ltd		0.36	
Devbhoomi Commercial PvtLtd.		50.55	
Share India Fincap Pvt Ltd USL		69.63	
SVP Housing Limited		310.68	
Securocrop Securities India Private Limited		702.42	364.09
BLP Equity Research Pvt. Ltd.		335.14	
	Total (II)	**1,531.26**	**486.57**
	Total (I+II)	**1,550.98**	**122.47**

The company has not defaulted in the repayment of Borrowings and interest thereon for the year ended of March 31, 2023

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates Chartered Accountants NEW DELHI

For RACE ECO CHAIN LIMITED

Director

Note 15 Lease Liabilities

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Carried at Amortized Cost		
(a) Non-Current		
Lease Obligation	-	18.86
TOTAL (a)	-	**18.86**
Carried at Amortized Cost		
(a) Current		
Lease Obligation	-	3.77
TOTAL (b)	-	**3.77**
TOTAL [(a)+(b)]	-	**22.64**

Note 16 Trade Payables

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
a) Non Current		
Total outstanding dues of micro, small and medium enterprises (A)		
Total outstanding dues of creditor other than micro, small and medium enterprises (B)		
TOTAL (a)	-	-
b) Current	-	
Total outstanding dues of micro, small and medium enterprises (A)	443.23	105.69
	-	-
Total outstanding dues of creditor other than micro, small and medium enterprises (B)	728.56	645.12
	1,171.79	**750.81**
TOTAL [(a)+(b)]	**1,171.79**	**750.81**

Ageing Schedule - Current Trade payable

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
i) MSME		
Less than 1 year	443.23	105.69
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
ii) Others	-	-
Less than 1 year	712.15	591.41
1-2 years	16.30	47.80
2-3 years	-	5.91
More than 3 years	-	-
iii).Disputed dues - MSME	-	-
iv) Disputed dues - Others		-
Total	**1,171.69**	**750.81**

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates Chartered Accountants NEW DELHI

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

Note 17 Provisions

(Rs. in Lacs)

PARTICULARS		As at 31st March, 2023	As at 31st March, 2022
Non-Current			
Provision for Employee Benefits			
Gratuity		15.37	10.00
	TOTAL	**15.37**	**10.00**
Current		-	
Provision for Employee Benefits		-	
Gratuity		0.78	0.55
Other Provisions		-	
Provision for Current Tax		70.90	18.57
	TOTAL	**71.68**	**19.12**

Note 18 Other Current Liabilities

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
	-	
Expenses Payable	26.74	5.61
Advance Received from Customers	10.76	121.94
Bonus Payable	4.01	
Duties & Taxes Payable	7.35	3.75
Interest Acurred But not due to Bank.	0.03	-
Provision for Debit Note	2.30	-
Salary Payable	-	19.37
TOTAL	**51.19**	**150.67**

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates Chartered Accountants NEW DELHI

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LIMITED

Director

Note 19 Revenue from Operations

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Manufacturing Sale		
Sale of Recycled Products	309.14	1,623.97
Trading Sale		
Sale of Waste Material	23,649.52	13,304.00
Sale of Biomass Products	2,933.74	
Sale of Misc. Old Economy Products	-	774.79
Jobwork		
Sale of Recycled Products	16.09	
Other Operating Income		
Export Incentive	-	18.50
TOTAL	**26,908.49**	**15,721.26**

Note 20 Other Income

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Rent Receipt	-	3.90
Profit on sale of investment being securities chargeable to Securities Transaction Tax (STT)	-	2.42
Interest on ICD HO	54.92	-
Profit on Sale of Land	-	49.49
Profit on Sale of Building	-	4.72
Profit on Insurance Claim of Car	25.67	-
Profit on Sale of Assets	0.12	
Interest Income	0.47	62.30
Foreign Exchange Fluctuation	1.05	3.94
Rebate & Discount	0.06	4.42
Creditors Written Off	1.10	30.99
Bad Debt Recovered	-	0.09
Other Income	-	0.15
Short & Excess	0.04	-
Duty Draw Back Income	2.04	-
Freight Outward Charges	0.16	-
TOTAL	**84.68**	**162.43**

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates * Chartered Accountants * NEW DELHI

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LIMITED

Director

Note 21 Purchase of Stock-in-Trade

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Misc. Old Economy Products	7.39	329.70
Waste Material	23,187.32	12,959.51
Biomass Products	2,793.98	
Recycable Products		1,543.94
TOTAL	**25,988.69**	**14,833.15**

Note 22 Cost of Raw Material Conusmed

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Opening Stock of Raw Material		
Fabric	14.86	443.69
Add:-		-
Fabric	124.77	
	139.64	**443.69**
Less:-	-	
Closing Sock		
Fabric	36.19	29.37
TOTAL	**103.44**	**414.32**

Note 23 Change in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade:

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Finished Goods		
Finished Goods at the beginning of the year	-	
Less: Finished Goods at the end of the year	-	
Puma Products		
Sub - Total (A)	-	-
Work-in-Progress at the End of the Year		
Less: Work-in-Progress at the End of the Year	-	
Sub - Total (B)	-	-
Stock-in-Trade		
Stock at the Beginning of the Year	14.51	-
Less: Stock at the End of the Year	-	-
Puma Products	25.33	
Sub - Total (C)	**10.82**	-
(Increase) / Decrease in Inventories (A+B+C)	**10.82**	-

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates, Chartered Accountants, NEW DELHI

RACE ECO CHAIN LIMITED, Company Secretary

For RACE ECO CHAIN LIMITED

Director

Note 24 Other Manufacturing Expenses

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Freight & Cartage	132.00	92.41
Job Work Charges	51.30	14.79
	183.29	**107.20**

Note 25 Employee Benefits Expense

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Directors Remuneration	28.61	9.00
Salaries & Wages	181.64	147.97
Gratuity	5.38	4.76
Bonus	4.01	4.22
Contribution to Provident Fund	1.46	1.32
Contribution Towards ESI	1.38	1.10
Administration Expenses on PF & ESI	0.11	0.06
Incentive to Staff	19.11	-
Leave Encashment	0.22	-
Staff Welfare Exp.	6.42	3.81
TOTAL	**248.33**	**172.23**

Note 26 Finance Cost

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
Bank Charges	0.73	2.41
Bank Interest	-	17.50
Car Loan Interest	0.35	0.25
Other Interest	69.15	21.51
Loan Processing Charges	0.06	-
TOTAL	**70.29**	**41.66**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates NEW DELHI Chartered Accountants

RACE ECO CHAIN LIMITED Company Secretary

Note 27 Other Expenses

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2023	As at 31st March, 2022
(B) ADMINISTRATIVE EXPENSES		
Annual Maintance Charges	0.20	-
Annual Listing Fees	3.29	4.30
Bad Debt	7.90	27.33
BSE Processing Fees	16.42	16.64
Business Promotion Expenses	4.64	3.53
CDSL Charges	0.72	0.45
Certification Charges	0.08	0.20
Clearing & Forwarding Charges	2.13	1.27
Commission	1.42	23.39
Consultancy Charges	0.24	0.06
Conference Charges	0.25	
Conveyance Expenses	10.63	4.92
Cloud Charges	1.02	
Demat/Depository Charges	-	0.00
Electricity & Generator Charges	16.44	11.20
Fabric Expenses	0.08	
Festival Expenses	4.87	2.81
Fuel Expenses	9.85	0.21
GST on Shares	0.01	-
Hotel Expenses	-	0.98
Housekeeping Expenses	0.64	0.16
Insurance Exp.	4.03	2.20
Internet Expense	0.33	0.46
Legal & Professional Charges	0.05	5.54
Licence Fee	-	0.16
Loading & Unlloading Charges	-	0.03
Membership Fees	-	0.11
Miscellaneous Exp	1.37	0.08
Municipal Taxes	-	0.32
NSDL Charges	0.55	0.71
Forign Exchange Fluculation Exp	0.16	
Office Expenses	2.21	1.51
Other Expenses	0.23	0.69
Loss on Sale of RODTEP E-Scrip	1.20	
Packing Material	8.35	2.70
Penalties & Interest	0.46	0.60
Pollution Control Expense	-	0.15
Postage & Courier exp	2.64	0.80
Printing & Stationery	3.74	1.84
Production Expenses	2.94	1.18
Professional Charges	11.04	36.70
Rates and Taxes	-	0.05
Rebate & Discount	0.08	4.26
Repair and Maintainence	5.49	1.81
Retainership Charges	-	0.60
ROC Fees	0.06	0.08
RTA Charges	-	0.67
Sampling Expenses	3.54	3.69
SEBI Charges on Shares	0.23	0.00
Server Rent	0.49	1.04
Showroom Expenses	0.41	0.53
Software Exp.	0.22	2.14
Stamp Duty on Shares	-	0.01
Statutory Audit	4.00	2.50
STT Expense	-	0.05
Security Expesnes	1.13	-
Telephone Expenses	1.20	0.98
Testing Expenses	0.43	0.18
Tour &Travelling Expenses	40.72	2.67
Trademark Expenses	-	0.03
Transaction Charges on Shares	-	0.50
Website Maintainance Charges	0.02	1.05
Setup fee for Event	0.10	-
Learning & Development Exp.	0.18	-
Govt Tax	0.04	-
Overtime Expenses	1.36	-
Rent Exp.	6.90	-
Round off	0.01	-
Total(B)	**186.75**	**176.06**

Garg Arun & Associates Chartered Accountants NEW DELHI

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

NOTE:28 Segment Disclosures

Operating segments are defined as components of an enterprise for which discrete financial information so availabel that is evaluated regularly by Chief Operating decision -maker (CODM), in deciding how to allocate resources and assessing performance.

The Company has considered business segment as reportable segment for disclosure. The products and services included in each of the reported business segments are as follows:

SEGMENT	ACTIVITIES
Misc. Old Economy Products	Sale of Fabric and Other Textile Products
Recycle Division	All types Waste Plastic, Pipes & Paper
Restore Division	Home furnishing,Madeup, Bags & Garments
Biomass Division	Sale of BRIQUETTES
IT Division	Development of IT enabled applications for business growth
Unallocated	Not allocable to any other segments

` in Lacs

1 Segment Revenue	Year ended March 31, 2023			Year ended March 31, 2022		
	External	Internal Segments	Total	External	Internal Segments	Total
Misc. Old Economy Products	-		-	774.79		774.79
Recycle Division	23,642.13		23,642.13	14,850.67		14,850.67
Restore Division	325.23		325.23	95.79		95.79
Biomass Division	2,941.13		2,941.13			
IT Division						
Unallocated						
Total	**26,908.49**	-	**26,908.49**	**15,721.26**	-	**15,721.26**
Eliminations						
Revenue from Operations	**26,908.49**	-	**26,908.49**	**15,721.26**	-	**15,721.26**

2 Segment Results(PBT)	Year ended March 31, 2023	Year ended March 31, 2022
Misc. Old Economy Products	-	(2.87)
Recycle Division	89.47	204.59
Restore Division	24.74	(14.19)
Biomass Division	103.20	-
IT Division		(60.32)
Unallocated	31.74	20.55
Total	**249.15**	**147.76**
Eliminations	-	-
Consolidated Total	**249.15**	**147.76**
Unallocated (expense) net unallocated income		
Profit before Interest and Taxation	**249.15**	**147.76**
Finance Costs	70.29	41.66
Profit Before Tax	**178.86**	**106.10**
Tax Expense	48.38	14.37
Profit After Tax from Continuing Operations	130.48	91.72
Loss for the period from Discontinued Operations	(0.16)	23.44
Profit for the period after Tax	130.32	115.17

For RACE ECO CHAIN LIMITED

Director

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Garg Arun & Associates Chartered Accountants NEW DELHI

RACE ECO CHAIN LIMITED Company Secretary

3 Other Informations

` in Lacs

Particulars	Year ended March 31, 2023		Year ended March 31, 2022	
Segment Assets				
Misc. Old Economy Products		-		548.68
Recycle Division		3,713.50		1,227.39
Restore Division		320.31		26.38
Biomass Division		384.21		-
IT Division				-
Unallocated		499.98		1,564.00
less : Intersegment Eliminations		-		-
		4,917.99		**3,366.46**
Add:Unallocable Assets		-		-
Total Assets	**(A)**	**4,917.99**		**3,366.46**
Segment Liabilities				
Misc. Old Economy Products				206.49
Recycle Division		1,051.26		439.64
Restore Division		34.56		9.05
Biomass Division		137.17		1.74
IT Division				
Unallocated		1,638.02		789.68
less : Intersegment Eliminations				
Add: Unallocable Liabilities				
Total Liabilities	**(B)**	**2,861.01**		**1,446.59**
Net Capital Employed	**(A-B)**	**2,056.98**		**1,919.87**

` in Lacs

Particulars	Year ended March 31, 2023			Year ended March 31, 2022		
	Capital Expenditure	Non-Cash Expenditure other than depreciation	Depreciation & Amortization	Capital Expenditure	Non-Cash Expenditure other than depreciation	Depreciation & Amortization
Misc. Old Economy Products						
Recycle Division			8.40			
Restore Division			33.81			
Biomass Division			2.13			
IT Division						
Unallocated						32.98
Segment Total	**-**	**-**	**44.34**	**-**	**-**	**32.98**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates Chartered Accountants NEW DELHI

RACE ECO CHAIN LIMITED Company Secretary

Note 29 **Remuneration to auditors (exclusive of taxes)**

(Rs. in Lacs)

Particulars	As at 31st March 2023	As at 31st March 2022
Payment To Auditors:		
Statutory Auditor:		
Statutory Audit & Limited Reviews	2.50	2.50
Total	**2.50**	**2.50**

Note 30 **Earnings per equity share**

(Rs. in Lacs, except EPS)

Particulars	As at 31st March 2023	As at 31st March 2022
Net profit attributable to equity shareholders [A]	**130.48**	**91.72**
Weighted average number of equity shares issued (face value of Rs. 10 each) (Numbers in Lacs)	164.32	164.32
Total Weighted average number of equity shares [B] (face value of Rs. 10 each) (Numbers in Lacs)	164.32	164.32
Basic earnings per share [A/B] (in Rs.)	**0.79**	**0.56**
Net Profit attributable to equity shareholders [C]	**130.48**	**91.72**
Less : Impact on net profit due to exercise of diluted potential equity shares [D]	-	-
Net profit attributable to equity shareholders for calculation of diluted EPS [C-D]	**130.48**	**91.72**
Weighted average of equity shares issued (face value of Rs 10 each) (Numbers in Lacs) [E]	164.32	164.32
Weighted number of additional equity shares outstanding for diluted EPS (Numbers in Lacs) [F]	-	-
Weighted number of equity shares outstanding for diluted EPS (Numbers in Lacs) [E+F]	164.32	164.32
Diluted earnings per share [C-D/E+F] (in Rs.)	**0.79**	**0.56**

Note 31 **Foreign currency transactions**

(i) Expenditure in foreign currency (On accrual basis)

(Rs. in Lacs)

Particulars	As at 31st March 2023	As at 31st March 2022
Imports of Goods	-	0.29
Total	**-**	**0.29**

(ii) Income in foreign currency (On accrual basis)

Particulars	As at 31st March 2023	As at 31st March 2022
Export of Goods	68.87	384.49
Total	**68.87**	**384.49**

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

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Director

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Chartered Accountants
NEW DELHI

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Company Secretary

For RACE ECO CHAIN LIMITED

Director

Note 32 **Unhedged foreign currency exposure**

a) Payables- Nil

b) Receivables

Particulars	Currency	As at 31st March 2023 (Rs. in Lacs)	As at 31st March 2022 (Rs. in Lacs)
Good Earth Innovations Textile Trading LLC	USD	-	0.33
PEP a Division of Pepkor Trading Pty Ltd	USD	-	2.55
Richmond Interiors	USD	-	0.26

Note 33 **Employee benefits**

Disclosure pursuant to Ind AS -19 "Employee benefits" is given as below:

Defined Benefit Plan – Gratuity

The Company offers its employees defined-benefit plans in the form of a gratuity scheme (a lump sum amount). Benefits under the defined benefit plans are typically based on years of service and the employee's compensation (generally immediately before retirement). The gratuity scheme covers substantially all regular employees.

Such plan exposes the Company to actuarial risks such as: Interest rate risk, Liquidity Risk, Salary Escalation Risk, demographic risk and Regulatory Risk.

Interest Rate Risk	The plan exposes the Company to the risk of falling interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the liability.
Liquidity Risk	This is the risk that the Company may not be able to meet the short-term gratuity payouts. This may arise due to non availabilty of enough cash/cash equivalent to meet the liabilities or holding of iliquid assets not being sold in time.
Demographic risk	The Company has used certain mortality and attrition assumptions in valuation of the liability. The Company is exposed to the risk of actual experience turning out to be worse compared to the assumption.
Salary Escalation Risk	The present value of the defined benefit plan is calculated with the assumption of salary increaserate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have bearing on the plan's liabilty.
Regulatory Risk	Gratuity benefit is paid in accordance with the requirements of the Payment of Gratuity Act,1972 (as amended from time to time). There is a risk of change in regulations requiring higher gratuity payouts (e.g.Increase in the maximum limit on gratuity of Rs. 20,00,000 etc.).

(i) The following tables set out the funded status of the gratuity benefit Scheme and the amounts recognized in the Company's financial statements :

(Rs. in Lacs)

Particulars	For the period ending March 31, 2023	March 31, 2022
Change in benefit obligations		
Benefit obligations at the beginning	10.55	30.11
Current Service Cost	4.62	2.73
Past Service Cost	-	-
Interest on defined benefit obligation	0.76	2.03
Actuarial loss / (gain)	0.22	- 20.39
Benefit Paid	-	- 3.93
Closing Defined Benefit Obligation (A)	**16.15**	**10.55**
Translation/ Forex impact (B)	-	-
Payable gratuity benefit (A-B)	**16.15**	**10.55**
Current Provision (Refer note 17)	-	0.55
Non-Current Provision (Refer note 17)	16.15	10.00

(ii) Amount recognised in the Statement of Profit and Loss

Particulars	For the period ending March 31, 2023	March 31, 2022
Current Service Cost	4.62	2.73
Past Service Cost	-	-
Interest on net defined benefit obligations	0.76	2.03
Net Actuarial (Gain) / Loss recognised in the period	-	-
Total Included in "Employee Benefit Expense"	**5.38**	**4.76**

(iii) Amount recognised in the Other Comprehensive Income

Particulars	For the period ending March 31, 2023	March 31, 2022
Actuarial (gains) / losses		
- change in demographic assumptions		
- change in financial assumptions	- 0.52	- 0.50
- experience variance (i.e. Actual experience vs assumptions)	0.74	- 19.89
Components of defined benefit costs recognised in other comprehensive income	**0.22**	**- 20.39**

(iv) Principle actuarial assumption

Assumptions	March 31, 2023	March 31, 2022
Discount Rate (per annum)	7.51%	7.20%
Salary escalation (per annum)	5.00%	5.00%
Mortality rate	100% of IALM 2012-14	100% of IALM 2012-14

The discount rate indicated above reflects the estimated timing and currency of benefit payments. It is based on the yields/ rates available on applicable bonds as on the current valuation date.

The salary growth rate indicated above is the Company's best estimate of an increase in salary of the employees in future years, determined considering the general trend in inflation, senority, promotions, past experience and other relevant factors such as demand and supply in employment market, etc.

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED Company Secretary

Garg Arun & Associates Chartered Accountants NEW DELHI

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

(v) Sensitivity Analysis

Significant actuarial assumptions for the detemination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis is given below:

(Rs. in Lacs)

Particulars	March 31st 2023	March 31st 2022
Defined Benefit Obligation (Base)	16.15	10.55

(Rs. in Lacs)

Particulars	As at March 31, 2023		As at March 31, 2022	
	Decrease	Increase	Decrease	Increase
Discount Rate (- / + 1%)	17.92	14.62	11.72	9.53
(% change compared to base due to sensitivity)	11.00%	-9.50%	11.10%	-9.60%
Salary Growth Rate (- / + 1%)	14.57	17.94	9.51	11.73
(% change compared to base due to sensitivity)	-9.80%	11.10%	9.90%	11.20%
Attrition Rate (- / + 50% of attrition rates)	15.78	16.31	10.29	10.69
(% change compared to base due to sensitivity)	-2.30%	1.00%	-2.40%	1.40%
Mortality Rate (- / + 10% of mortality rates)	16.13	16.16	10.54	10.55
(% change compared to base due to sensitivity)	-0.10%	0.10%	0.10%	0.10%

(vi) Maturity Profile of Defined Benefit Obligation

Weighted average duration (based on discounted cashflows)	10 years

Expected cash flows over the next (valued on undiscounted basis):	Rs. in Lacs
1 year	0.78
2 to 5 Years	3.93
6 to 10 Years	7.37
More than 10 Years	28.35

Note 34 **Related Party Transactions (as per INDAS 24)**

The names of the related parties and nature of the relationship where control exists are disclosed irrespective of whether or not there have been transactions between the related parties during the year. For Others, the names and the nature of relationship is disclosed only when the transactions are entered into by the Company with the related parties during the existence of the related party relationship.

(i) Names of related parties and nature of relationship

Category of related parties	Name of Related Parties
Associates	
Promoters & Key Management Personnel	SUNIL KUMAR MALIK
	NISHA JAIN
	ANIL KUMAR BEHL
	RAMA NAND GUPTA
	PRANAV VASAN
	DINESH PAREEKH
	SANGEETA PAREEKH
	BLP Equity Research Pvt Ltd
	ANSHU AGARWAL
	SANJAY KUKREJA
	LALIT MALIK
	KUMAR MODANI RAJ
	SHIWATI GANDHI
Relatives of Directors and Key Management Personnel	
Entities in which the Key Management Personnel and their relatives identified above having control/significant influence	1) Vista Furnishing Ltd.
	2) Gin Spin Pvt Ltd
	3) J. S. Finlease Pvt Ltd.
	4) U A Marketing Pvt Ltd
	4) Anisha Fincap Consultants (IFSC) Pvt Ltd
	5) Ever Style Services Pvt Ltd
	6) Anisha Exim Pvt Ltd
	7) Anisha Fincap Consultants LLP
	8) Securocrop Securities India Pvt Ltd
	9) BLP Equity Research Pvt Ltd
	10) Gem Enviro Management Pvt Ltd
	11) Akashdeep Metals Industries Limited

Garg Arun & Associates Chartered Accountants NEW DELHI

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

(ii) Transactions with Related Parties

The Transactions have been summarized in the below table; and as the company has voluminous transactions during the period, thus, details have been provided in table (iii) for transactions having value more than Rs. 1 Lac only (Material Transactions).

The following transactions were carried out with related parties in the ordinary course of business:

(Rs. in Lacs)

Nature of Transaction	2022-23 Transaction	2022-23 Balance	2021-22 Transaction	2021-22 Balance
Key Management Personnel				
Remuneration & Incentives				
(a) Mr. Sunil Kumar Malik	14.00		9.00	
(b) Mr. Anshu Agarwal	9.36		9.41	
(c) Mr. Ramanand Gupta	5.25		3.65	
(c) Ms. Shiwati	4.70			
Loan Taken				
Mr. Sunil Kumar Malik	232.80	14.23	431.24	2.11
Mr. Dinesh Pareekh	25.00	25.00	-	-
Loan Taken From Intercorporate				
Securocrop Securities India Private Limited	303.00	702.42	364.09	364.09
BLP Equity Research Pvt Ltd	375.00	335.14	-	
Loan Repaid				
Mr. Sunil Kumar Malik	220.67	14.23	636.50	2.11
Loan Repaid to Intercorporate				
BLP Equity Research Pvt Ltd	43.00	335.14	-	-
Interest paid				
BLP Equity Research Pvt Ltd	11.26	3.14	-	-
Securocrop Securities India Private Limited	39.25	49.42	15.66	12.42
Loan Given				
Vista Furnishing Pvt Ltd	130.00	209.24	388.61	388.61
Akashdeep Metal Industries Limited	915.85	111.53		
Loan Receive				
Vista Furnishing Pvt Ltd	321.00	209.24		
Akashdeep Metal Industries Limited	1,023.00	111.53		
Interest receive				
Vista Furnishing Pvt Ltd	22.49	20.24		
Akashdeep Metal Industries Limited	14.87	3.67		
Purchase Made				
Vista Furnishing Pvt Ltd	25.81	25.98	71.05	0.17
Gem Enviro Management Private Limited	-	0.11		
Sale Made				
Vista Furnishing Pvt Ltd	-	0.21	285.33	
Gem Enviro Management Private Limited	-	0.21		

Garg Arun & Associates Chartered Accountants NEW DELHI

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

Note 35 **Income Taxes**

The Company pays taxes according to the rates applicable in India. Most taxes are recorded in the income statement and relate to taxes payable for the reporting period (current tax), but there is also a charge or credit relating to tax payable for future periods due to income or expenses being recognised in a different period for tax and accounting purposes (deferred tax). Tax is charged to equity when the tax benefit exceeds the cumulative income statement expense on share plans.The Company provides for current tax according to the tax laws of India using tax rates that have been enacted or substantively enacted by the balance sheet date. Management periodically evaluates positions taken in tax returns in respect of situations in which applicable tax regulation is subject to interpretation. It establishes provisions, where appropriate, on the basis of amounts expected to be paid to the tax authorities.

Deferred tax is provided, using the liability method, on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax is recognised in respect of all temporary differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date.
A deferred tax asset is recognised when it is considered recoverable and Therefore recognised only when, on the basis of all available evidence, it can be regarded as probable that there will be suitable taxable profits against which to recover carried forward tax losses and from which the future reversal of underlying temporary differences can be deducted. Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the temporary differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

a.) Income Tax Expense recognised in Statement of Profit and loss for the period:

(Rs. In Lacs)

Particulars	For the period ended	
	31st March, 2023	31st March, 2022
Current Tax:		
- Relating to Current year	53.53	18.57
- Relating to Preceding year	-	-
Deferred Tax:		
- Relating to Current year	- 3.05	- 4.20
0	-	-
Total	**50.48**	**14.38**

b.) Income tax expense/(benefit) recognised directly in other comprehensive income for the period:

(Rs. In Lacs)

Particulars	For the period ended	
	31st March, 2023	31st March, 2022
Income tax expense/(benefit) recognised in other comprehensive income		
- Relating to Tax effect on actuarial (gain)/ loss on defined benefit obligations	- 0.22	- 20.39
- Related to Tax effect on net gain/(loss) on fair value of current investment	-	-
Total	- **0.22**	- **20.39**

c.) Reconciliation of tax expense and the accounting profit multiplied by tax rate for the period

(Rs. In Lacs)

Particulars	For the period ended	
	31st March, 2023	31st March, 2022
Accounting Profit/(loss) Before Tax	**185.36**	**106.10**
Enacted tax rate	0.29	0.29
Computed tax expense	**53.01**	**30.34**
Tax effect of:		
Non-deductible expenses/Allowable income for tax purpose	-	10.96
Deductible expenses /Disallowable income for tax purpose	- -	8.14
Deductions on income	-	-
Income taxed at lower rate	- -	17.32
Income tax/(benefit) relating to previous years	-	-
Deferred tax liability/(asset) charged during the year	-	-
Total Tax expense charged	**53.01**	**15.85**
Effective tax rate	**0.286**	**14.94%**

d.) The movement in deferred tax assets/ (liabilities) during the year:

(Rs. In Lacs)

Deferred tax assets/(liabilities)	in OCI	in Profit & Loss	Total
Balance as at 1st April, 2021	-	**11.10**	**11.10**
Expense allowed in the year of payment (Gratuity)	-	-	-
Difference between book and tax depreciation	-	-	-
Differences as per ICDS	-	-	-
Other	-	-	-
Balance as at 31st March, 2022	-	**11.10**	**11.10**
Expense allowed in the year of payment (Gratuity)	0.06	0.00	0.06
Difference between book and tax depreciation	-	5.15	5.15
Asset on Lease and Lease Liability	-	-	-
Differences as per ICDS	-	-	-
Other	-	-	-
Adjustment due to prior period items	-	-	-
Balance as at 31st March, 2023	**0.06**	**16.25**	**16.32**

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates * Chartered Accountants * NEW DELHI

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LIMITED

Director

Note 36 **Fair value measurement**

Note 28 Fair values

The Management assessed that the cash and cash equivalents and trade receivables approximate their carrying amounts largely due to the short- term maturities of these instruments.
The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale
The fair value of the financial assets such as Unquoted Equity investments is taken at cost as unobservable inputs for fair value is unidentifiable in market.
The Significant observable inputs used in the fair value measurement categorised within level 1 of the fair value hierarchy as at 31 March 2022 & 31 March 2021 are as shown below.

Description	Valuation technique	Significant observable inputs	Significant observable inputs
1. FVTOCI assets in Quoted Equity Investments	Market approach techniques	Market prices of issuing company	Market prices of issuing company
2. FVTOCI assets in Unquoted Equity Investments	Market approach techniques	Book Value/Net Asset Value of Issuing co.	Book Value/Net Asset Value of Issuing co.
3. Derivative financial instruments	MTM Approaches	NA	NA

Note 29 Fair value hierarchy:

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:
Level 1 — Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2 — Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
Level 3 — Inputs are not based on observable market data (unobservable inputs).
The following table provides the fair value measurement hierarchy of the Company's assets & liabilities.

Quantitative disclosure of fair values measurement hierarchy for assets as at 31st March 2023:

(Rs. In Lacs)

Description	Date of Valuation	Fair value measurement using		
		Quoted Prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets Measured at Fair value through other comprehensive income: Investments Equity Shares	3/31/2023	-	-	0.10
Assets Measured at Fair value through Profit & Loss Account:		-	-	-

Quantitative disclosure of fair values measurement hierarchy for assets as at 31st March 2021:

(Rs. In Lacs)

Description	Date of Valuation	Fair value measurement using		
		Quoted Prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets Measured at Fair value through other comprehensive income:		-	-	-
Assets Measured at Fair value through Profit & Loss Account:		-	-	-

Note 37 **Financial risk management**

Company has operations in India. Whilst risk is inherent in the Company's activities, it is managed through an integrated risk management framework, including ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Company's continuing profitability and each individual within the Company is accountable for the risk exposures relating to his or her responsibilities. The Company is exposed to credit risk, liquidity risk and market risk. It is also subject to various operating and business risks.

A. Market Risk

Market risk is the risk that the fair value or future Cash flows of a financial instrument will fluctuate because of changes in market prices. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

(i) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates.

The company's exposure to foreign currency risk at the end of reporting period is shown in note no 37

(ii) Interest rate risk

The Company is exposed to Interest risk if the fair value or future cash flows of its financial instruments will fluctuate as a result of changes in market interest rates. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates.

The Company's interest rate risk arises from interest bearing deposits with bank and loans given to customers. Such instruments exposes the Company to fair value interest rate risk. Management believe that the interest rate risk attached to this financial assets are not significant due to the nature of this financial assets.

(iii) Market price risks

The Company is exposed to market price risk, which arises from FVTPL and FVOCI investments. The management monitors the proportion of these investments in its investment portfolio based on market indices. Material investments within the portfolio are managed on an individual basis and all buy and sell decisions are approved by the appropriate authority.

B. Liquidity risk

Liquidity risk is the risk that the entity will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The entity's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the entity's reputation.

Prudent liquidity risk management requires sufficient cash and marketable securities and availability of funds through adequate committed credit facilities to meet obligations when due and to close out market positions.

The Company has a view of maintaining liquidity with minimal risks while making investments. The Company invests its surplus funds in short term liquid assets in bank deposits and liquid mutual funds. The Company monitors its cash and bank balances periodically in view of its short term obligations associated with its financial liabilities.

The table below summarises the maturity profile of the Company's financial liabilities based on the **contractual undiscounted payments**.

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates Chartered Accountants NEW DELHI

For RACE ECO CHAIN LIMITED

Director

(Rs. in Lacs)

Particulars	On Demand /less than 3 months	Payable within 3 to 12 months	Payable more than 1 year and less than 5 year	Payable more than 5 year
Year ended 31st March 2023				
Payables				
(I) Trade payables	1,171.79	-	-	-
(II) Other payables	51.19	-	-	-
Borrowings (Other than debt securities)	39.23	15.61	702.42	-
Deposits	-	-	-	-
Other financial liabilities		-	-	-
Year ended 31st March 2022				
Payables				
(I) Trade payables	750.81			-
(II) Other payables	150.67			-
Borrowings (Other than debt securities)	56.16	66.32	364.09	-
Deposits				-
Other financial liabilities		3.77		18.86

C. **Credit risk**

Credit risk is the risk that the Company will incurr a loss because its customers or counterparties fail to discharge their contractual obligation. The Company manages and controls credit risk by setting limits on the amount of risk it is willing to accept for individual counterparties, and by monitoring exposures in relations to such limits.

The maximum exposure to credit risk for each class of financial instruments is the carrying amount of that class of financial instruments presented in the financial statements. The Company's major classes of financial assets are cash and cash equivalents, loans, investment in mutual fund units, term deposits, trade receivables and security deposits.

Deposits with banks are considered to have negligible risk or nil risk, as they are maintained with high rated banks / financial institutions as approved by the Board of directors.

NOTE : 38 Contingent liabilities not Provided for

(Rs. in Lacs)

	As at 31st March, 2023	As at 31st March, 2022
Claims against the company pending appellate / judicial decisions not acknowledged as debts in respect of Income Tax	Nil	Nil

NOTE : 39 Commitments

	As at 31st March, 2023	As at 31st March, 2022
Estimated amount of contracts remaining to be executed on capital account.	Nil	Nil

NOTE : 40 Title deeds of immovable property not held in the name of the company.

The Company holds title deeds of all the immovable property (Other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) in the name of the company.

NOTE : 41 Details of Loan & Advances in the nature of loan granted to Promoters, Directors, Key Management Personnel & the related parties (as defined under Company Act 2013)

(a) Repayable on demand or

(b) Without specifying any term or period of repayment

The company has not granted loans or advances in the nature of loans to the director, promoters, Key managerial personnel and their relatives.

NOTE : 42 Capital work in progress ageing & overdue or has exceeded to its original plan

Compnay does not have any capital work in progress

NOTE : 43 Intangible assets under development

Compnay does not have any intangible assets under development.

NOTE : 44 Details of Benami Property held

No proceedings have been initiated or pending against the company for holding any benami property under the benami transactions (Prohibition) Act, 1988 and the rules made thereunder.

NOTE : 45 Wilful defaulter

The company has not made any default in the repayment of any borrowing, as such the declaration as wilful defaulter is not applicable.

NOTE :46 Relationship with stuck of the company

The company did not have any transaction with companies struck off under section 248 of the companies act 2013 or section 560 of the companies act, 1956 as such no declaration is required to be furnished.

NOTE :47 Registration of Charge/Satisfaction

There is no charge or satisfaction of charges which is pending for registration beyond the statutory period.

NOTE : 48 Compliance with number of layer of completion

The company does not have any subsidiary company as such ther is no non compliance with the number of layers prescribed under clause (87) section 2 of the Act read with companies (Restriction on number of layers) Rules, 2017.

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates Chartered Accountants NEW DELHI

For RACE ECO CHAIN LIMITED

Director

NOTE : 49 Ratio analysis

S. No.	Ratio	Numerator	Denominator	Current Period	Previous Period	% of Variance	Reasons of Variance
1	Current Ratio	Current Assets	Current Liabilities	1.62	2.14	-24.03%	
2	Debt Equity ratio	Total Debt	Shareholders Equity	0.01	-	0.00%	
3	Debt Service Coverage ratio	Earnings Available for Debt Service (Net profit before Taxes+Non Cash operating Expenses Depriciation and Auxillary+ Interest+ other Adjustments like loss on sale of Fixed Assets etc)	Debt Service (Interest+Lease Payments+Principal Repayments)	4.18	4.34	-3.76%	
4	Return on Equity	Net Profit after tax- Prefered Dividend (If Any)	Equity	8%	6%	42.25%	During the year Profit After Tax has been increase by 42.43% due to increase in sale by 71.16%
5	Inventory Turnover Ratio	Cost of Goods Sold or Sales	Average Inventory	418.45	535.27	-21.82%	
6	Trade Receivable Turnover Ratio	Net Credit Sale	Average Accounts receivable	9.99	9.13	9.44%	
7	Trade Payable Turnover Ratio	Net Credit Purchase	Average Trade Payable	27.03	20.31	33.11%	During the year the Company has made greater Credit Purchases as Compared to Last Year.
8	Net Capital Turnover Ratio	Net Sales	Average Working Capital	15.25	9.79	55.77%	NET ANNUAL SALES has been Incresed during the year as compared to last year.
9	Net Profit ratio	Net Profit	Net Sales	0.00	0.01	-16.89%	
10	Raturn on Capital Employed	Earning before Interest & Taxes	Capital Employed (Tangible Net Worth+ Total Debt+DTL)	0.14	0.20	-31.77%	During the year Tangible assets and Borrowings has been increased as compared to last year.
11	Return on investment	Net Return on Investment	Cost of Investment	NIL	NIL	0.00%	

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates Chartered Accountants NEW DELHI

RACE ECO CHAIN LIMITED Company Secretary

NOTE : 51 Compliance with approved scheme (s) of arrangements

No scheme of arrangements was required u/s 230 to 237 of the companies Act, 2013 during the year, as such disclosure is not required.

NOTE : 52 Utilisation of borrowed fund & Share Premium

A) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kinds of funds) to any other person or entities including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

B) The company has not received any fund from any person or entities including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

NOTE : 53 Undisclosed Income

The company has neither surrendered nor disclosed any income during the year in the tax assessments under the Income Tax Act, 1961.

NOTE : 54 Corporate Social Responsibility (CSR)

Not Applicable

NOTE : 55 Cryptocurrency or Virtual Currency

The company has neither traded nor invested in cryptocurency or virtual currency as such no dislosure is required.

NOTE NO. : 56 DISCLOSURE REQUIREMENTS UNDER MSMED ACT, 2006

The Company has certain dues to suppliers (trade and capital) registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosures pursuant to the said MSMED Act are as follows:

PARTICULARS	31.03.2023	31.3.2022
- Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	443.23	3.78
- Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
- Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
- Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
- Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
- Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-
- Further interest remaining due and payable for earlier years	-	-

Note 57 Previous year's figures have been regrouped / reclassified and rearranged wherever necessary to correspond with the current year's classification / disclosure.

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

Garg Arun & Associates Chartered Accountants NEW DELHI

PLACE : DELHI
DATED :
29 MAY 2023

FOR RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED
Director

RAMA NAND GUPTA
EXECUTIVE DIRECTOR
DIN 03397154

For RACE ECO CHAIN LIMITED
Director

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

For RACE ECO CHAIN LTD.
CHIEF FINANCIAL OFFICER

ANSHU AGARWAL
CFO

RACE ECO CHAIN LIMITED Company Secretary

SHIWATI
COMPANY SECRETARY

GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
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INDEPENDENT AUDITOR'S REPORT

To the members of RACE ECO CHAIN LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of **RACE ECO CHAIN LIMITED,** which comprise the balance sheet as at **31st March 2024**, and the statement of Profit & Loss, and statement of cash flows for the year ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial Statements give the information required by the Act in the manner of so required and give a true and fair view in conformity with the accounting principles accepted in India, of the state of affairs of the company as at March 31st, 2024, and its Profit and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code Of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matter are those matter that, in our professional judgment, were of most signification in our audit of the financial statements of the current period. These matters were addressed in the context of our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matters	How the matter was addressed in our audit
1. The Company has various related party transactions which include sale, purchase of goods /services, loans taken and loans provide to the related parties. We identified the accuracy and completeness of disclosure of related party transactions set out in respective notes to the Ind AS financial statements as a key audit matter due to: ➢ The significance of transactions with related parties during the year ended March 31, 2024.	Our audit procedures in relation to the disclosure of related party transactions included the following: ➢ We obtained an understanding of the Company's policies and procedures in respect of the capturing of related party transactions and how management ensures all transactions and balances with related parties have been disclosed in the Ind AS financial statement. Read minutes of meeting of the board of directors and Audit committee and assessed whether approvals have been

GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
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➢ Related party transactions are subject to the compliance requirement under the companies Act, 2013 and SEBI (LODR) 2015.	obtained by the management, as required by Companies Act 2013 and LODR. ➢ We agreed the amounts disclosed with underlying documentation and read relevant agreements, evaluation of arm-length by management, on a sample basis, as part of our evaluation of the disclosure. ➢ We assessed management evaluation of compliance with provision of section-177 and Section-188 of the Companies Act, 2013 and SEBI (LODR), 2015. ➢ We evaluated the disclosures through reading of statutory information, books and records and other documents obtained during the course of our audit.
2. Acquisition of Abhay Innovative Recycling private limited and India polymers private limited during the Financial Year 2023-24.	➢ We have compared the accounting treatment specified in the scheme formulated by the Company along with one specified in Ind As 103. ➢ We have critically evaluated the key assumptions, purchase price allocation adjustments and identification and valuation of Net Assets acquired. ➢ We have assessed the Competence and objectivity of the experts engaged by the Company. ➢ We have assessed the adequacy of the Company's disclosures in respect of the acquisition in accordance with the requirements of Ind As 103.

Other Information – Other than the Standalone Financial Statements and Auditors Report Thereon

The Company's Board of Directors is responsible for other information. The other Information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Chairman's Statement, Shareholder's Information and Corporate Governance Report, but does not include the standalone financial statements and our auditor's report thereon. The Board's Report including Annexures to Board's Report, Chairman's Statement and Shareholder's Information is expected to be made available to us after the date of this auditor's report.

Our Opinion on the Standalone financial statements does not cover the other Information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the

GARG ARUN & ASSOCIATES
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Standalone financial statements or our knowledge obtained in the course of our audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for Financial Statements

The Company's Board of directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of the these Financial Statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application appropriate accounting policies ;making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate Internal Financial Controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
In preparing the financial statements and management is responsible for assessing the Company's ability to continue as a going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error,

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as fraud any involve collusion, forgery, Intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exits related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors repots. However future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial Statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

- We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable , related safeguards.

- From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

- Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.
- We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

- We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
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- From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonable be expected to outweigh the public interest benefits of such communication.

Report on other Legal and Regulatory Requirements

1. As required by The Companies (Auditors Report) order 2020, the order issued by Central government of India in terms of sub section (11) of section 143 of the Act, we give in the "**Annexure-A**", a statement the matters specified in paragraph 3 and 4 of the said Order.

2. As required by section 143(3) of the Act, we report that:

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

   c) The company does not have any branch which has not been audited by us.

   d) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

   e) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   f) In our opinion, there is no financial transaction, which would have adverse effect on the financing of the company.

   g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of the Section 197(16) of the Act, as amended:

   In our opinion and according to the information & explanation given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

   h) On the basis of written representations received from the directors as on 31 March, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2024, from being appointed as a director in terms of Section 164(2) of the Act.

   i) With respect to the adequacy of the internal financial controls over financial reporting of the company & the operating effectiveness of such controls, refer to our separate report in **'Annexure-B'** to this report; and,

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j) With respect to the other matters included in the Auditor's Report in accordance with rule 11 of the Companies (Audit & Auditors) Rules 2014, in our opinion and to our best of our information and according to the explanations given to us :

I. The Company has pending litigation with Income Tax Authorities and the possible impact of which has been disclosed in financial statements.

II. The company does not have any long-term contracts including derivative contracts which require provision under any law or accounting Standard for material foreseeable losses.

III. There was no amount which was required to be transferred to the Investor Education and Protection Fund.

IV. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under and (b) above, contain any material misstatement.

V. The company has not proposed or declared or paid any dividend during the year.

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VI. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rule, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirement but the record retention is not applicable for the financial year ended March 31, 2024.

FOR M/S GARG ARUN AND ASSOCIATES
Chartered Accountants
FRN: 08180N

Place:- Delhi
Date:- 28 MAY 2024

CA RAMAN KUMAR GARG
(PARTNER)
M. NO. 090564

UDIN: 24090564BKELSF5143

Garg Arun & Associates NEW DELHI

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CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
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Annexure-A to the Independent Auditor's Report of Even Date on the Financial Statements of RACE ECO CHAIN LIMITED

A statement as required on the matter specified in the paragraph 3 & 4 of The Companies (Auditors Report) Order 2020, the order issued by Central government of India in terms of sub section (11) of section 143 of the Act,

(i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) All the assets have been physically verified by the management during the year, which in our opinion is reasonable having regard to the size of the company & the nature of its assets. According to the information and explanation given to us, no discrepancies were noticed on such verification.

(c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds/registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of land which are freehold, are held in the name of the company as at the balance sheet date.

(d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) or intangible assets or both during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

(ii) (a) The inventory of the company has been physically verified by the management. No material discrepancies were noticed physical verification.

(b) The company has not been sanctioned working capital limits in excess of Rupees 5 crore, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.

(iii) The Company has made investment in, companies, firm, Limited Liability Partnerships, and granted unsecured loans to other parties, during the year, in respect of which:

(a) The company has provided loan during the year but not stood guarantee or provided securities to any other entity, in this regards we report as under:

(A) The Company has not granted any loans or advances and guarantees to subsidiary, Joint venture or associates.

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(B) The Aggregate amount of loan advanced during the year was Rs. 1292.55/- lacs and the balance outstanding at the year end was Rs. 853.99 lacs.

(b) In our option, the investment made and the terms and condition of grant of loans during the year are, prima facie, not prejudicial to the company's interest.

(c) In respect of loans granted by the Company, the loans granted are in the nature of demand loan and the repayments of principal amounts and receipts of interest are generally been regular as demanded by the company.

(d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.

(e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.

(f) The Company has granted loan which are repayable on demand or without specifying any terms or period of repayment during the year, the aggregate amount of loan was Rs. 853.99 lacs, which is the 100% of the total loans granted and are granted to related parties as defined in clause (76) of section 2 of the Companies Act, 2013.

(iv) According to the Information & explanation given to us and based on the audit procedure conducted by us, we are of the opinion that company has complied with the provisions of Section 185 and 186 of the Act in respect of grant of loans.

(v) The company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2024 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the company.

(vi) The Central Government has not prescribed the maintenance of cost records u/s 148 of the Act, in respect of business activities carried out by the company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.

(vii) **(a)** The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, Employees State Insurance, Income Tax, Sales-Tax, Goods and Service Tax, duty of customs, Duty of Excise, Value Added Tax, Cess & any other statutory dues applicable to it & there are no undisputed dues outstanding as on **31.03.2024** for a period of more than six months from the date they became payable.

(b) According to the information & explanations given to us and based on the audit procedure conducted by us, we are of the opinion that there were no statutory dues referred to in sub clause (a) above which have not been deposited on account of any dispute.

(viii) There were no transactions relating to previously unrecorded income that have been surrenderedor disclosed as income during the year in the tax assessments under the Income Tax Act, 1961(43 of 1961).

Garg Arun & Associates * NEW DELHI * Chartered Accountants

GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
Phone: 011-23283955

(ix) (a) The Company has taken loans from its related parties and there is no default in repayment of loan or in the payment of interest thereon.

(b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order isnot applicable.

(d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) The Company has not raised any loans during the year by pledging securities held in their subsidiary, associates or joint ventures.

(x) (a) The Company has not raised moneys by way of initial public offer or further public offer including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

(xi) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) In our opinion and as per the information and explanation provided to us, the company has not received any whistle blower complaint during the year.

(xii) The company is not a Nidhi Company; hence reporting under clause 3(xii) of the Order is not applicable to the Company.

(xiii) In our opinion and according to the information & explanation given to us, the company is in compliance with section 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards and section 177 is not applicable to the company.

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Phone: 011-23283955

(xiv) (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

(xv) In our opinion during the year the Company has not entered into any non-cash transactions withits Directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi) (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

(xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors of the Company during the year.

(xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) In our opinion the provision of section 135 of the Companies Act, 2013 relating to corporate social responsibility are not applicable as such the reporting under clause 3 (xx) of the order is not applicable.

FOR M/s GARG ARUN AND ASSOCIATES
Chartered Accountants
FRN: 08180N

Place:- Delhi
Date:- 28 MAY 2024

Garg Arun & Associates * NEW DELHI * Chartered Accountants

CA RAMAN KUMAR GARG
(PARTNER)
M. NO. 090564
UDIN: 24090564BKELSF5143

GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
Phone: 011-23283955

Annexure-B

To the Independent Auditor's Report of Even Date on the Financial Statements of RACE ECO CHAIN LIMITED

Report on the Internal Financial Controls under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("The Act")

To The Members of **RACE ECO CHAIN LIMITED**

We have audited the internal financial controls over financial reporting of **RACE ECO CHAIN LIMITED** as of 31st March, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls.

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and

evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Garg Arun & Associates NEW DELHI Chartered Accountants

GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
Phone: 011-23283955

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material aspects, an adequate internal financial controls system over financial reporting and such financial controls over financial reporting were operating effectively as at **31st March, 2024**, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR M/s GARG ARUN AND ASSOCIATES
Chartered Accountants
FRN: 08180N

Place:- Delhi
Date:- 28 MAY 2024

CA RAMAN KUMAR GARG
(PARTNER)
M. NO. 090564
UDIN: 24090564BKELGF5143

Garg Arun & Associates Chartered Accountants NEW DELHI

RACE ECO CHAIN LIMITED

Shop No:- 37, Shanker Market New Delhi 110001

CIN NO. L37100DL1999PLC102506

Balance Sheet as at 31st March 2024

(Rs. In Lacs)

Particulars	Note No.	As at 31st Mar 2024	As at 31st March, 2023
ASSETS			
Non-current assets			
(a) Property, plant and equipment	2(a)	276.04	286.73
(b) Capital work-in-progress		-	-
(c) Investment Properties		-	-
(d) Goodwill		-	-
(e) Other intangible assets	2(b)	3.31	3.82
(f) Intangible assets under development		-	-
(g) Biological Assets other than Bearer Plants		-	-
(h) Financial assets		-	-
(i) Investments	3	519.61	0.10
(ii) Trade Receivables		-	-
(iii) Loans and Advances		-	-
(iv) Other financial assets	4(a)	26.91	11.90
(i) Deferred tax assets (net)	5	-	24.99
(j) Other non-current assets			
Sub-total - Non-Current Assets		**825.86**	**327.54**
Current assets			
(a) Inventories	7	83.05	61.52
(b) Financial assets		-	
(i) Investments			
(ii) Trade receivables	8	5,322.28	3,664.81
(iii) Cash and cash equivalents	9	40.34	309.74
(iv) Bank Balance Other than Cash and cash equivalents		-	
(v) Loans and Advances	10	853.99	342.75
(vi) Other financial assets	4(b)	35.17	17.47
(c) Current Tax assets (net)	11	61.25	58.30
(d) Other current assets	6	105.44	135.87
Branch accounts			
Sub-total - Current Assets		**6,501.53**	**4,590.45**
TOTAL - ASSETS		**7,327.39**	**4,917.99**
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	12	1,643.22	1,643.22
(b) Other equity	13	579.65	413.76
Sub-total - Shareholders' funds		**2,222.87**	**2,056.98**
LIABILITIES			
Non-current liabilities			
(a) Financial liabilities			
(i) Long Term Borrowings	14(a)	-	19.71
(ii) Lease Liabilities			
(iii) Trade Payables		-	-
(iv) Other financial liabilities other than (i) and (ii) above			
(b) Provisions	16(a)	9.82	15.37
(c) Deferred tax liabilities (net)	5	4.12	-
(d) Other non-current liabilities			
Sub-total - Non-current liabilities		**13.94**	**35.08**
Current liabilities			
(a) Financial liabilities			
(i) Short Term Borrowings	14(b)	3,683.88	1,531.27
(ii) Lease Liabilities			
(iii) Trade Payables:-			
(A) Total Outstanding dues of Micro and Small Enterprises; and	15		443.23
(B) Total Outstanding dues other than Micro and Small Enterprises	15	1,286.93	728.56
(iii) Other financial liabilities other than (i) and (ii) above			
(b) Other current liabilities	17	32.25	51.19
(c) Provisions	16(b)	87.52	71.68
(d) Other tax liabilities (net)			-
Sub-total - Current liabilities		**5,090.58**	**2,825.93**
TOTAL - EQUITY AND LIABILITIES		**7,327.39**	**4,917.99**
Significant Accounting Policies	1		
Notes to accounts forming Part of Financial Statements	2-55		

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

For RACE ECO CHAIN LIMITED

FOR RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564
PLACE : DELHI
DATED : 28 MAY 2024

RAMA NAND GUPTA
EXECUTIVE DIRECTOR
DIN 03397154

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

For RACE ECO CHAIN LTD.

RANSHU SHARMA
CFO

COMPANY SECRETARY

Garg Arun & Associates * NEW DELHI * Chartered Accountants

RACE ECO CHAIN LIMITED Company Secretary

RACE ECO CHAIN LIMITED

Shop No:- 37, Shanker Market New Delhi 110001

CIN NO. L37100DL1999PLC102506

Statement of Profit and Loss Account for the on 31 March 2024

(Rs. In Lacs, except EPS)

Particulars	Note No.	April 2023-Mar 2024	April 2022-Mar 2023
1. Total Income [sum of (a) to (b)]		**33,917.27**	**26,993.17**
(a) Revenue from Operations	18	33,849.88	26,908.49
(b) Other Income	19	67.39	84.68
2. Total Expenses [sum of (a) to (f)]		**33,647.17**	**26,814.31**
Cost of Materials Consumed			
a) Purchase of Stock-in-Trade	20	32,607.54	25,988.69
b) Cost of Raw Materials Consumed	21	22.89	103.44
c) Changes In Inventories of Finished Goods, Work-in-progress and Stock in Trade.	22	13.79	- 10.82
d) Other Manufacturing expense	23	237.00	183.29
e) Employee benefits expense	24	224.88	248.33
f) Finance Costs	25	283.81	70.29
g) Depreciation and amortisation expense	2	66.26	44.34
h) Other expenses	26	191.00	186.75
3. Profit from ordinary activities before exceptional items (1-2)		**270.10**	**178.86**
4. Exceptional Items - net credit / (charge)			-
5. Profit from Ordinary Activities Before Tax (3-4)		**270.10**	**178.86**
6. Tax expense			
a. Current Tax	33(a)	84.26	53.53
b. (Excess)/provison for tax related to earlier years			
c. Deferred Tax	33(d)	29.12	- 5.15
7. Net Profit from Continuing Operations [5-(6a.+6b.+6c.)]		**156.72**	**130.48**
8. Profit / (Loss) from Discountinued Operations (after tax)			-
9. Net Profit for the period (7+8)		**156.72**	**130.48**
10. Other Comprehensive Income			
(a) (i) Items that will not be re-classified to Profit or Loss			
- Components of defined benefit costs	33(b)	12.25	- 0.22
(ii) Income Tax relating to those items	33(d)	3.08	0.06
(b) (i) Items that will be re-classified to Profit or Loss			
- Net Gain on Fair Value of Current Investments			
(ii) Income Tax relating to those items			
Total Other Comprehensive Income (a+b)		**9.17**	**- 0.16**
11. Total Comprehensive Income/Loss for the period (net of tax) (9+10)		**165.89**	**130.32**
12. Paid up Equity Share Capital (face value Re. 10 per share)		1,643.22	1,643.22
13. Earnings Per Share (EPS) (of Re. 10/- each) (not annualised):			
(a) Basic EPS - Rs.		0.95	0.79
(b) Diluted EPS - Rs.		0.95	0.79
See accompanying notes to financial statements			

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564
PLACE : DELHI
DATED : 28 MAY 2024

Garg Arun & Associates NEW DELHI Chartered Accountants

FOR RACE ECO CHAIN LIMITED

RAMA NAND GUPTA
EXECUTIVE DIRECTOR
DIN 03397154

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

PIYANSHU SHARMA
CFO

SHIWATI
COMPANY SECRETARY

RACE ECO CHAIN LIMITED

Shop No:- 37, Shanker Market New Delhi 110001

CIN NO. L37100DL1999PLC102506

Standalone statement of changes in equity for the year ended March 31, 2024

A. Equity share capital	(Rs. in Lakh)
As at April 1, 2022	**1,643.22**
Changes in equity share capital during the year	-
As at March 31, 2023	**1,643.22**
Changes in equity share capital during the year	-
As at March 31, 2024	**1,643.22**

B. Other equity (Rs. in Lakh)

Particulars	Reserves and surplus					Total
	Capital Redemption Reserve	Capital reserve	Securities premium	General reserve	Retained Earnings	
Balance as at April 1, 2022					**283.44**	**283.44**
Profit for the year	-	-	-	-	**130.48**	**130.48**
Other comprehensive income for the year	-	-	-	-	**-0.16**	**-0.16**
Total comprehensive income for the year	-	-	-	-	**413.76**	**413.76**
Dividend paid	-	-	-	-	-	**0**
Other	-	-	-	-	-	**0**
Balance as at March 31, 2023	-	-	-	-	**413.76**	**413.76**
Profit for the year	-	-	-	-	156.72	**156.72**
Other comprehensive income for the year	-	-	-	-	9.17	**9.17**
Total comprehensive income for the year	-	-	-	-	**579.65**	**579.65**
Dividend paid	-	-	-	-	-	-
Balance as at March 31, 2024	-	-	-	-	**579.65**	**579.65**

The accompanying notes are an integral part of the financial statements.

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564
PLACE : DELHI
DATED : 28 MAY 2024

Garg Arun & Associates * NEW DELHI * Chartered Accountants

FOR RACE ECO CHAIN LIMITED

RAMA NAND GUPTA
EXECUTIVE DIRECTOR
DIN 03397154

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

PIYANSHU SHARMA
CFO

SHIWATI
COMPANY SECRETARY

RACE ECO CHAIN LIMITED
Shop No:- 37, Shanker Market New Delhi 110001
Cash Flow Statement as at 31st March 2024

(Rs. In Lacs)

Particulars	As at 31st March, 2024		As at 31st March, 2023	
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		270.10		178.86
Adjustments for:		311.36		119.16
Depreciation and amortisation	66.26		44.34	
(Profit) / loss on sale / write off of assets	-		-0.12	
Finance costs	283.81		70.29	
Interest income	- 38.71		0.47	
Profit on Investment			0.00	
Provision for Tax			-1.20	
Provision for Gratuity			5.38	
Rental income			0.00	
Operating profit / (loss) before working capital changes		581.46		298.02
Changes in working capital:				
Adjustments for (increase) / decrease in operating assets:				
Trade receivables	- 1,657.47	- 1,651.53	-1,943.45	-2,055.61
Current Tax Assets	- 2.95		-27.69	
Other current assets	30.43		-52.32	
Inventories	- 21.53		-32.15	
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	115.13	61.47	420.98	298.86
Other current liabilities	- 18.94		-99.48	
Lease Liabilities			-22.64	
Short-term provisions	- 5.55			
Long-term provisions	- 29.17			
		- 1,008.59		-1,458.73
Cash flow from extraordinary items				
Cash generated from operations		- 1,008.59		-1,458.73
Net income tax (paid) / refunds				0.00
Net cash flow from / (used in) operating activities (A)		**- 1,008.59**		**-1,458.73**
B. Cash flow from investing activities				
Capital expenditure onproperty, plant & equipements, including capital advances		- 1,109.89		664.72
Proceeds from sale of property, plant & equipements			1.25	
Purchase of Property, Plant & Equipment	- 85.14		-72.00	
Addition in Intangible Assets				
Purchase of other investments	- 519.51			
Sale of Investments				
Other financial assets (Non-Current)	- 15.01		53.83	
Other non-current assets				
Rental Income				
Interest received	38.71		-0.47	
Net gain / (loss) on sale of investments				
Changes in Loans & Advances	- 511.25		694.82	
Other financial assets (Current)	- 17.71		-12.70	
Cash flow from extraordinary items				
Net cash flow from / (used in) investing activities (B)		**- 1,109.89**		**664.72**
C. Cash flow from financing activities				
Proceeds from issue of equity shares		1,849.08		994.13
Proceeds/ (Repayment) from long-term borrowings	- 19.71		19.71	
Proceeds from short-term borrowing	2,152.60		1,044.70	
Lease Liabilities assumed			0.00	
Finance cost	- 283.81		-70.29	
Cash flow from extraordinary items				
Net cash flow from / (used in) financing activities (C)		**1,849.08**		**994.13**
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		- 269.40		200.11
Cash and cash equivalents at the beginning of the year		309.74		109.62
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents				
Cash and cash equivalents at the end of the year		**40.34**		**309.74**
		- 269.40		
Reconciliation of Cash and cash equivalents with the Balance Sheet:				
Closing Cash and cash equivalents as per Balance Sheet				
(a) Cash on hand		15.43		9.60
(b) Balances with banks				
(i) In current accounts		24.91		300.14
(ii) In EEFC accounts				
(iii) In Fixed deposit accounts				
(c) Interest accrued on deposits				
(d) Current investments considered as part of cash & cash equivalents				
		40.34		**309.74**

See accompanying notes forming part of the financial statements

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090568

PLACE : NEW DELHI
DATED 28 MAY 2024

FOR RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED

RAMA NAND GUPTA
EXECUTIVE DIRECTOR
DIN 03397154

For RACE ECO CHAIN LIMITED

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143653

For RACE ECO CHAIN LTD.

PIYANSHU SHARMA
CFO

SHIWATI
COMPANY SECRETARY

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION
FOR THE YEAR ENDED 31st MARCH, 2024

NOTE 1 Significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Corporate Information

RACE ECO CHAIN LIMITED ('the Company'), was incorporated on November 22, 1999 as a Company under the Companies Act, 1956 ('the Act'). The Company has registered office at .UNIT NO.203, PLAZA- P 3, CENTRAL SQUARE BARA HINDU RAO, DELHI -110006 India. The Company is listed on the BSE Limited and National Stock Exchange of India Limited (Recognised Stock Exchanges in India). The Company is engaged in the business of

1.1 Basis of preparation

(i) Compliance with Ind AS

The financial statements of the Company comply in all material aspects with Indian Accounting Standards (Ind AS) notifiedunder Section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules,2015 and other relevant provisions of the Act.The financial statements up to and including the year ended 31 March 2021 were prepared in accordance with theaccounting standards notified under Companies (Accounting Standard) Rules, 2006 (as amended) under the Act readwith Rule 7 of the Companies (Accounts) Rules, 2014 (as amended), and other generally accepted accounting principles in India (collectively referred to as "Indian GAAP" or "Previous GAAP")These financial statements for the year ended 31 March 2022 are the first financial statements of the Company under Ind AS. Refer note 26 for an explanation of how the transition from previous GAAP to Ind AS has affected the Company'sfinancial position, financial performance and cash flows.

Amount in the Financial Statements are presented in Rs. Lakhs, unless otherwise Stated. Certain amounts that are required to be disclosed and do not appear due to rounding-off are expressed as 0.00.

The financial statements have been prepared on historical cost basis, except for the certain financial assets and financial liabilities measured at fair value (refer accounting policy regarding financial instruments).All assets and liablities have been classified as current and non current according to company's operating cycle other critera.

(ii) Use of estimates and judgments

The preparation of financial statements in conformity with Ind AS requires management to make estimates, judgments, and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities (including contingent liabilities) and disclosures as of the date of financial statements and the reported amounts of revenue and expenses for the reporting period. Actual results could differ from these estimates. Accounting estimates and underlying assumptions are reviewed on an ongoing basis and could change from period to period. Appropriate changes in estimates are recognized in the period in which the Company becomes aware of the changes in circumstances surrounding the estimates. Any revisions to accounting estimates are recognized prospectively in the period in which the estimate is revised and future periods.

(iii) Revenue Recognition

Revenue other than for those items to which Ind AS 109 Financial Instruments are applicable) is measured at fair value of the consideration received or receivable. Revenue is recognised when (or as) the Company satisfies a performance obligation by transferring a promised service (i.e. an Asset) to a customer. An asset is transfered when (or as) the customer obtains control of that asset. When (or as) a performance obligation is satisfied, the Company recognises as revenue the amount of the servoce rendered (excluding estimates of variable consideration) that is allocated to that performance obligation.

The Company applies the five-step approach for recognition of revenue:

- Identification of contract(s) with customers;
- Identification of the separate performance obligations in the contract;
- Determination of transaction price;
- Allocation of transaction price to the separate performance obligations; and
- Recognition of revenue when (or as) each performance obligation is satisfied.

Fixed Price maintenance revenue is recognised retably on a staright line basis when serives are performed through or indefinite number of repititive acts overt a specified period.

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Chartered Accountants

(iv) **Interest income**

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the applicable interest rates. Interest income is included under the head "Other Income" in the Statement of Profit and Loss.

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income from a financial asset is recognized using the effective interest rate (EIR), which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

(v) **Other Income**

Other Income have been recogized on accrual basis in the Financial Statements, except when there is uncertainity of collection.

1.2 Income Tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961. Current tax assets and current tax liabilities are off set when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

1.3 Deferred Tax

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are recognized for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

Deferred tax liabilities are not recognized for temporary differences between the carrying amount and tax bases of investments in subsidiaries where the Company is able to control the timing of the reversal of the temporary differences and it is probable that the differences will not reverse in the foreseeable future.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

1.4 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

(i) **Financial Assets**

(a) Initial recognition and measurement:

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

(b) Subsequent Measurement:

Debt instruments at amortized cost

a) 'Financial Asset' is measured at the amortized cost if both the following conditions are met:

a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and

c) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

(c) Debt instrument at FVTPL

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

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(d) De-recognition

The company derecognizes a financial asset when the contractual right to the cash flow from the financial asset end or it transfers the financial asset and the transfer qualifies for derecogition under Ind AS 109.

(e) Impairment of Financial Assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the financial assets that are debt instruments, and are measured at amortized cost e.g., loans, debt securities, deposits, trade receivables and bank balance.

ii) **Financial liabilities**

(a) Initial recognition and measurement

All Financial liabilities are recognized initially at fair value and fees of recurring nature are directly recognized in profit or loss as finance cost. The company's financial liabilities include trade and other payables.

(b) Subsequent Measurement:

Financial Liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to short maturity of these instruments.

(c) De-recognition

A financial liability is de-recognized when the obligation under the liability is discharged or cancelled or expired or it transfers the financial liability and the transfer qualifies for de-recognition under Ind AS 109.

1.5 **Tangible Property, Plant & Equipment (PPE):**

Property, plant and equipment are stated at cost of acquisition less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition and installation of the assets.

(i) **Recognition:**

The cost of an item of property, plant and equipment is recognized as an asset if, and only if:

It is probable that future economic benefits associated with the item will flow to the entity; and

The cost of the item can be measured reliably.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced.

All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

(ii) **Depreciation methods, estimated useful lives and residual value**

Depreciation is calculated using the written down value method to allocate their cost, net of their residual values, over their estimated useful life prescribed under Schedule II to the Companies Act, 2013. The Company provides pro-rata depreciation from the date of installation till date the assets are sold or disposed. Leasehold improvements are amortised over the term of underlying lease.
The Residual value and useful life is reviewed annually and any deviation is accounted for as a change in estimate.

Estimated useful lives of items of Property, Plant and Equipments are as follows:-

Assets	Useful life
Furniture and Fixtures	10 years
Computers	3 years
Vehicles	8 years
Building	60 years
Motor Bike	10 years
Office Equipments	5 years
Electrical Equipments	10 years
Plant & Machinery	15 years
Leasehold Improvements	Over the primary lease period or useful life. Whichever is less

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Company Secretary

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The estimated useful lives and residual values of the Property Plant and Equipment are reviewed at the end of each financial year.

Property Plant and Equipment, individually costing less than Rupees five thousand, are fully depreciated in the year of purchase.

Depreciation on the Property Plant and Equipment added/disposed off/discarded during the year is provided from/upto the date when added/disposed off/discarded.

Gains or losses arising from the retirement or disposal of Property Plant and Equipment are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognized as income or expense in the Statement of Profit and Loss.

1.6 Intangible Assets

(i) **Measurement at recognition:**

Intangible assets are recognized where it is probable that the future economic benefit attributable to the assets will flow to the Company and its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortization and impairment, if any.

Expenditure incurred on acquisition / development of intangible assets which are not put / ready to use at the reporting date is disclosed under intangible assets under development. The Company amortizes intangible assets on a straight-line basis over the five years commencing from the month in which the asset is first put to use. The Company provides pro-rata amortization from the day the asset is put to use.

Assets	Useful life
Software & Mobile Application	5 years

(ii) **Derecognition:**

The carrying amount of an intangible asset is derecognized on disposal or when no future economic benefits are expected from its use or disposal. Gains and losses on disposals are determined by comparing proceeds with carrying amount and are recognized in the statement of profit and loss when the asset is derecognized.

1.7 Employee benefits

(i) **Short-term obligations**

Short-term employee benefits comprise of employee costs such as salaries, bonus etc. are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related services are rendered. The Company recognises the costs of bonus payments when it has a present obligation to make such payments as a result of past events and a reliable estimate of the obligation can be made.

(ii) **Post-employment obligations**

Post-employment benefit plans are classified into defined benefit plans and defined contribution plans as under:-

(iii) **Defined contribution plan:**

Contribution made to the recognised provident fund, employees state insurance scheme etc. which are defined contribution plans, is charged to the Statement of Profit and Loss in the period in which they occur.

(iv) **Defined benefits plan:**

The Company has unfunded gratuity as defined benefit plan where the amount that an employee will receive on seperation/retirement is defined by reference to the employee's length of service and final salary. The liability recognised in the Balance Sheet in respect of gratuity is the present value of defined benefit obligation at the Balance Sheet date together with the adjustments for unrecognised actuarial gain or losses and the past service costs. The defined benefit obligation is calculated at or near the Balance Sheet date by an independent actuary using the projected unit credit method. Actuarial gains and losses comprise experience adjustment and the effects of changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income.

1.8 Impairment of non-financial assets

At each reporting date, the Company assesses whether there is any indication based on internal / external factors, that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount of asset is the higher of its fair value or value in use. Value in use is based on the estimated future cashflows, discounted to their present value using a pre-tax discount rate that reflects the current market assessment of time value of money and the risks specific to it. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognised in the statement of profit and loss. All assets are subsequently reassessed for indications that an impairment loss previously recognised may no longer exist. An Impairment loss is reversed if there has been a change in estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the assets carrying amount would have been determined, net of depreciation or amortization, had no impairment loss been recognised.

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Company Secretary

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1.9 Provisions and contingencies:

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the reporting date.

Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost.

Expected future operating losses are not provided for.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

Contingent Assets are neither recognized nor disclosed except when realization of income is virtually certain and the related asset is recognized.

1.10. Earnings per share

(i) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the period (excluding other comprehensive income) attributable to equity share holders of the Company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus element in equity shares issued during the year.

(ii) Diluted earnings per share

Diluted earnings per share is computed by dividing the net profit for the period attributable to equity shareholders by the weighted average number of shares outstanding during the period as adjusted for the effects of all diluted potential equity shares except where the results are anti-dilutive.

1.11 Inventories

Raw Material & Traded Goods are valued at lower of cost and net realizable value. However, material & other items held for use in the trading are not written down below cost of the finished products in which they will be incorporated if they are expected to be sold at or above cost.

WIP & finished goods are valued at lower of cost & net realizable value.

Net realizable value is the estimated selling price in the ordinary course of business less estimated costs necessary to make the sale.

1.12 Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

1.13 Cash and cash equivalents

Cash amounts represent cash on hand and demand deposits. Cash equivalents are primarily short-term highly liquid investments with an original maturity of 90 days or less and which are subject to an insgnificant risk of change in value.

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NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED on 31ST March, 2024

Note4 **Other Financial Assets** (Rs. in Lacs)

(a) Non-Current			
Deposits with Banks			
FDR pledged with Bank as margin for Bank Guarantee/OD*		16.15	1.08
At Amortised Cost			
Unsecured, Considered Good			
Deposits		-	
Security Deposit		10.76	10.82
	Total (A)	**26.91**	**11.90**
(b) Current			
At Amortised Cost			
Unsecured, Considered Good			
Deposits			
(a) Security Deposit			
Security Deposit for Rent		34.12	17.47
Security With Varun Beverages		1.06	-
	Total (B)	**35.17**	**17.47**
	Total (A+B)	**62.08**	**29.37**

* The Fixed deposit as other non-current financial assets includes deposit with remaining maturity above 12 months.
* Security Deposits for rent given are measured at Amortized Cost

Note 5 **Deferred Tax Assets (Net)** (Rs. in Lacs)

Opening Balance		24.99	19.78
Add: Current Year Deferred Tax Asset / (Liability)	-	29.12	5.21
Net Deferred Tax Assets / (Liabilities)	-	**4.12**	**24.99**

Note 6 **Other Non Financial Assets** (Rs. in Lacs)

Current			
Unsecured, Considered Good			
Advance			
Advance to Suppliers		75.63	38.54
Advance to employees		4.46	3.33
Prepaid Expenses		1.09	1.63
Advance to Abhay Innovative Recycling Limited		0.15	
Duty Draw back Receivable		0.25	-
Rodtep Receivable		0.46	0.97
Duties & Taxes		23.41	91.39
	Total (b)	**105.44**	**135.87**
	TOTAL [(a)+(b)]	**105.44**	**135.87**

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Note 7 **Inventories** (Rs. in Lacs)

Inventories :		
a) Raw		
Fabric	71.51	21.88
Total	**71.51**	**21.88**
b) Work In		
Progress Sub		
Total		-
c) Finished		
Bags	-	14.32
Puma Products	11.54	14.53
Total	**11.54**	**28.85**
d) Stock-in-Trade		
Waste Scrap	-	10.80
Total	-	10.80
Total Inventories	**83.05**	**61.52**

Note 8 **Trade Receivables** (Rs. in Lacs)

Trade Receivables- From Related Parties	-	0.21
Trade Receivables-From Others	5,322.28	3,664.60
TOTAL	**5,322.28**	**3,664.81**
Less : Impairment allowance		
Total Trade Receivables (net of Impairement)	**5,322.28**	**3,664.81**

a.) Ageing Schedule - Trade receivable

(Rs. in Lacs)

Undisputed - Considered Good		
- Less than 6 Months	4,978.61	3,544.37
- 6 Months- 1 year	252.83	38.04
- 1-2 years	90.84	73.63
- 2-3 Years	-	8.77
- More than 3 Years	-	-
Undisputed Trade Receivables-which have significant increase in credit risk	-	-
Undisputed Trade Receiveables-Credit impaired	-	-
Disputed - Considerd good	-	-
Disputed Trade Receivables-which have significant increase in credit risk	-	-
Disputed Trade Receiveables-Credit impaired	-	-
Total	**5,322.28**	**3,664.81**

Note 9 **Cash & Cash Equivalents** (Rs. in Lacs)

Cash in Hand	15.43	9.60
Balance with Banks in Current Accounts ^	24.91	300.14
	40.34	**309.74**

The Fixed deposit with Banks as cash & cash equivalent are the deposit with original maturity upto 3 months.

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Note 10 **Short Term Loans and Advances** (Rs. in Lacs)

Short - Term Loans and Advances:		
At Amortised Cost		
Unsecured , Considered Good		
Inter Corporate Loan	853.99	342.75
	853.99	**342.75**

Note 11 **Current Tax Assets (net)** (Rs. in Lacs)

Advance Income Tax/TDS/TCS (net of provision)		
TDS Receivables	61.25	58.30
TOTAL	**61.25**	**58.30**

Note 12 **Equity Share Capital** (Rs. in Lacs)

Authorised Share Capital		
2,50,00,000 Shares (Previous year 2,50,00,000) of Rs. 10 each	2,500.00	2,500.00
	2,500.00	**2,500.00**
Issued, Subscribed & Paid-up Share Capital		
1,64,32,200 Shares (Previous year 16432200.) of Rs. 10 each	1,643.22	1,643.22
TOTAL	**1,643.22**	**1,643.22**

Terms/Rights attached to Equity Shares

The Company has only one class of equity shares each having a par value of Rs. 10 per share. All these shares have same rights & preferences with respect to payment of dividend, repayment of capital and voting.

Reconciliation of number of equity share outstanding at the beginning and at the end of the period

Number of shares outstanding as at the beginning of the period	164.32	164.32
Add : Shares allotted		-
Number of shares outstanding as at the end of the period	**164.32**	**164.32**

Share held in the company by each shareholder holding more than 5%

A) Sangeeta Pareekh	43.20	43.20
B) BLP Equity Research Private Ltd	23.40	23.40
C) Puja Malik	9.85	9.85

Details of Promoters holding end of the Year

A) Sangeeta Pareekh	43.20	43.20
B) BLP Equity Research Private Ltd	23.40	23.40
C) Dinesh Pareekh	7.00	7.00

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Note 13 **Other Equity**

I) Reserves & Surplus			
a. Retained Earnings			
Balance at the beginning of the period		390.48	260.00
Add: Profit/Loss for the period		156.72	130.48
Less: Bonus Share Issue		-	-
		-	-
Balance at the end of the period		547.20	390.48
	TOTAL (I)	547.20	390.48
II) Other Comprehensive Income			
Balance at the beginning of the period		23.28	23.44
Add: Transfer during the year		9.17	0.16
Balance at the end of the period		32.45	23.28
	TOTAL (II)	32.45	23.28
TOTAL OTHER EQUITY (I+II+III)		579.65	413.76

Nature & Purpose of Reserves:

Retained Earnings: Retained earnings represents surplus / accumulated earning of the company and are available for distribution to shareholders

Other Comprehensive Income: This represents the cumulative gains and losses arising on the fair valuation of equity instruments measured at fair value through other comprehensive income. and present value of Defined benefit obligation.

Note 14 **Borrowings** (Rs. in Lacs)

(a) Long Term Borrowings			
Carried at Amortized Cost			
Secured Loans			
Term Loans from Banks/Financial Institution			
ICICI Bank Ltd			
(Secured Against Hypothecation of Car)			3.05
HDFC CAR LOAN -GRAND VITARA		-	16.66
(Secured Against Hypothecation of Car)			
	Total (I)	-	19.71
(b) Short Term Borrowings			
Carried at Amortized Cost			
Secured Loans			
ICICI Bank - OD against Property		648.14	-
(Mortagage against Plot No. 56/33,Near Atlas Factory,			-
Site-4 ,Ghaziabad,Sahibabad UP India 201010)			-
Current Maturity of Long Term Debts.		-	7.65
Unsecured Loans			-
Related Parties			-
Loan From Director		3.10	39.23
Intercorporate Loan			-
Share India Capital Pvt Ltd (ROI 12% p.a.)		243.14	
Swagatam Trading and Services Limited		-	15.61
BGP 11 ANALYTICS Pvt.Ltd.(ROI 9% p.a)		213.00	
Anmol Financial Services Ltd (ROI 12%p.a.)		202.71	0.36
Devbhoomi Commercial Pvt Ltd.(ROI 9% p.a)		54.66	50.55
Share India Fincap Pvt Ltd USL		-	69.63
SVP Housing Limited (ROI 9% p.a)		335.91	310.68
Securocrop Securities India Private Limited (ROI 7% p.a)		957.94	702.42
M/s S G Finserve Ltd. (ROI 12.5% p.a.)		662.89	-
BLP Equity Research Pvt. Ltd. (ROI 9%p.a.)		362.36	335.14
	Total (II)	3,683.88	1,531.26
	Total (I+II)	3,683.88	1,550.98

The company has not defaulted in the repayment of Borrowings and interest thereon for the year ended of March 31, 2024

For RACE ECO CHAIN LTD.

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Note 15 **Trade Payables** (Rs. in Lacs)

Current		
Total outstanding dues of micro, small and medium enterprises (A)		443.23
		-
Total outstanding dues of creditor other than micro, small and medium enterprises (B)	1,286.93	728.56
	1,286.93	**1,171.79**
TOTAL [(a)+(b)]	**1,286.93**	**1,171.79**

Ageing Schedule - Current Trade payable (Rs. in Lacs)

i) MSME		
Less than 1 year	-	443.23
1-2 years		-
2-3 years		-
More than 3 years		-
ii) Others		-
Less than 1 year	1,211.73	712.15
1-2 years	70.40	16.30
2-3 years	4.79	-
More than 3 years	-	-
iii).Disputed dues – MSME		-
iv) Disputed dues - Others		-
Total	**1,286.93**	**1,171.69**

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Note 16 **Provisions** (Rs. in Lacs)

(a) Non-Current			
Provision for Employee Benefits			
Gratuity		9.82	15.37
	TOTAL	9.82	15.37
(b) Current			-
Provision for Employee Benefits			-
Gratuity		0.18	0.78
Other Provisions		-	-
Provision for Current Tax		87.35	70.90
	TOTAL	87.52	71.68

Note 17 **Other Current Liabilities** (Rs. in Lacs)

Expenses Payable		9.53	26.74
Advance Received from Customers		11.93	10.76
Bonus Payable		-	4.01
Duties & Taxes Payable		7.75	7.35
Interest Acurred But not due to Bank.		-	0.03
Provision for Debit Note		-	2.30
Salary Payable		3.05	-
	TOTAL	32.25	51.19

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Note 18 **Revenue from Operations**

(Rs. in Lacs)

Manufacturing Sale		
Sale of Recycled Products	233.68	309.14
Trading Sale		
Sale of Waste Material	29,185.67	23,649.52
Sale of Biomass Products	4,430.54	2,933.74
Jobwork		
Sale of Recycled Products	-	16.09
TOTAL	**33,849.88**	**26,908.49**
	33,636,191.12	

Note 19 **Other Income**

(Rs. in Lacs)

Interest on FDR	2.14	54.92
Profit on Insurance Claim of Car	-	25.67
Profit on Sale of Assets	-	0.12
Interest Income	38.71	0.47
Foreign Exchange Fluctuation	-	1.05
Rebate & Discount	0.19	0.06
Creditors Written Off	24.00	1.10
Short & Excess	0.00	0.04
Handling Charges	0.98	-
Duty Draw Back Income	0.90	2.04
Freight Outward Charges	-	0.16
Rodtep Incentive	0.46	-
TOTAL	**67.39**	**84.68**

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Note 20 **Purchase of Stock-in-Trade**

(Rs. in Lacs)

Misc. Old Economy Products	-	7.39
Waste Material	28,166.94	23,187.32
Biomass Products	4,368.17	2,793.98
Recycable Products	72.43	-
TOTAL	**32,607.54**	**25,988.69**

Note 21 **Cost of Raw Material Conusmed**

(Rs. in Lacs)

Opening Stock of Raw Material		
Fabric	36.19	14.86
Add:-	-	
Fabric	58.21	124.77
	94.40	**139.64**
Less:-		
Closing Sock		
Fabric	71.51	36.19
TOTAL	**22.89**	**103.44**

Note 22 **Change in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade:**

(Rs. in Lacs)

Finished Goods	-	
Finished Goods at the beginning of the year	-	-
Less: Finished Goods at the end of the year	-	-
Puma Products	-	
Sub - Total (A)	-	-
Work-in-Progress at the End of the Year	-	
Less: Work-in-Progress at the End of the Year	-	-
Sub - Total (B)	-	-
	-	
Stock-in-Trade	-	
Stock at the Beginning of the Year	25.33	14.51
Less: Stock at the End of the Year	11.54	-
Puma Products	-	25.33
Sub - Total (C)	**13.79** -	**10.82**
(Increase) / Decrease in Inventories (A+B+C)	**13.79** -	**10.82**

RACE ECO CHAIN LIMITED

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

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Note 23 **Other Manufacturing Expenses** (Rs. in Lacs)

Freight & Cartage	175.83	132.00
Job Work Charges	46.62	51.30
Other Manufacturing Exp.	14.55	-
	237.00	**183.29**

Note 24 **Employee Benefits Expense** (Rs. in Lacs)

Directors Remuneration	28.95	28.61
Salaries & Wages	175.65	181.64
Gratuity	6.10	5.38
Bonus	4.25	4.01
Contribution to Provident Fund	1.17	1.46
Contribution Towards ESI	0.68	1.38
Administration Expenses on PF & ESI	0.08	0.11
Incentive to Staff	0.02	19.11
Staff Welfare Exp.	5.51	6.64
ESOP	1.56	-
Overtime Expense	0.91	-
TOTAL	**224.88**	**248.33**

Note 25 **Finance Cost** (Rs. in Lacs)

Bank Charges	1.81	0.73
Bank Interest	-	-
Car Loan Interest	1.04	0.35
Interest on Loan	266.29	69.15
Loan Processing Charges	14.67	0.06
TOTAL	**283.81**	**70.29**

RACE ECO CHAIN LIMITED

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LTD.

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Note 26 **Other Expenses**

(Rs. in Lacs)

(B) ADMINISTRATIVE EXPENSES		
Annual Listing Fees	-	3.29
Annual Maintenance Charges	0.67	0.20
Bad Debt	19.35	7.90
BSE Processing Fees	4.10	16.42
Business Promotion Exp.	5.34	4.64
CDSL Charges	-	0.72
Certification Charges	-	2.21
Clearing & Forwarding Exp.	0.92	-
Cloud Charges	-	1.02
Commission	6.52	1.42
Conference Charges	-	0.25
Consultancy Charges	-	0.24
Conveyance Expenses	1.00	10.63
Electricity & Generator Charges	30.31	16.44
Fabric Exp.	-	0.08
Festival Exp.	7.25	4.87
Forign Exchange Fluculation Exp.	0.55	0.16
Fuel Exp.	-	9.85
Govt Tax	-	0.04
GST on Shares	-	0.01
Housekeeping Exp.	-	0.64
Insurance Exp.	3.23	4.03
Internet Exp.	-	0.33
Late Fee GST	1.23	-
Learning & Development Exp.	-	0.18
Legal & Professional Charges	-	0.05
Loss on Disposal of ROU & Lib.	3.91	
Loss on Sale of RODTEP E-Scrip	-	1.20
Misc Exp.	0.76	-
Miscellaneous Exp.	-	1.37
Municipal Taxes	0.79	-
NSDL Charges	-	0.55
Office Exp.	3.32	2.21
Other Exp.	0.20	0.23
Overtime Exp.	-	1.36
Packing Material	-	8.35
Penalties & Interest	0.40	0.46
Postage & Courier exp.	0.26	2.64
Printing & Stationery Exp.	2.71	3.74
Production Exp.	-	2.94
Professional Charges	51.47	11.04
Director Sitting Fees	7.25	-
Rebate & Discount	-	0.08
Rent Exp.	3.20	6.90
Repair and Maintainence	4.17	5.49
ROC Fees	1.07	0.06
Round off	-	0.01
Sampling Exp.	-	3.54
SEBI Charges on Shares	-	0.23
Security Expesnes	0.98	1.13
Server Rent	0.51	0.49
Setup fee for Event	-	0.10
Showroom Expenses	-	0.41
Software Exp.	1.27	0.22
Interest on Tds	0.08	-
Statutory Audit	4.00	4.00
Telephone Exp.	1.24	1.20
Testing Exp.	0.18	0.43
Marine insurance Exp.	0.96	-
Tour & Travelling Exp.	19.59	40.72
Website Maintainance Charges	1.15	0.02
Debtors Written off	0.08	-
Statutory Expense	0.98	-
Total(B)	**191.00**	**186.75**

For RACE ECO CHAIN LTD.

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Note 27 **Remuneration to auditors (exclusive of taxes)**

(Rs. in Lacs)

Particulars	As at 31st March 2024	As at 31st March 2023
Payment To Auditors:		
Statutory Auditor:		
Statutory Audit & Limited Reviews	2.50	2.50
Total	**2.50**	**2.50**

Note 28 **Earnings per equity share**

(Rs. in Lacs, except EPS)

Particulars	As at 31st March 2024	As at 31st March 2023
Net profit attributable to equity shareholders [A]	**156.72**	**130.48**
Weighted average number of equity shares issued (face value of Rs. 10 each) (Numbers in Lacs)	164.32	164.32
Total Weighted average number of equity shares [B] (face value of Rs. 10 each) (Numbers in Lacs)	164.32	164.32
Basic earnings per share [A/B] (in Rs.)	**0.95**	**0.79**
Net Profit attributable to equity shareholders [C]	**156.72**	**130.48**
Less : Impact on net profit due to exercise of diluted potential equity shares [D]	-	-
Net profit attributable to equity shareholders for calculation of diluted EPS [C-D]	**156.72**	**130.48**
Weighted average of equity shares issued (face value of Rs 10 each) (Numbers in Lacs) [E]	164.32	164.32
Weighted number of additional equity shares outstanding for diluted EPS (Numbers in Lacs) [F]	-	-
Weighted number of equity shares outstanding for diluted EPS (Numbers in Lacs) [E+F]	164.32	164.32
Diluted earnings per share [C-D/E+F] (in Rs.)	**0.95**	**0.79**

Note 29 **Foreign currency transactions**

(i) Income in foreign currency (On accrual basis)

(Rs. in Lacs)

Particulars	As at 31st March 2024	As at 31st March 2023
Export of Goods	37.28	68.87
Total	**37.28**	**68.87**

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Note 30 **Unhedged foreign currency exposure**

a) Payables- Nil

b) Receivables **(Rs. in Lacs)**

BE Home Europe	USD	0.85	-
BE Home Inc	USD	0.86	-
Nature Planet Aps	USD	8.60	-

Note 31 **Employee benefits**

Disclosure pursuant to Ind AS -19 "Employee benefits" is given as below:

Defined Benefit Plan – Gratuity

The Company offers its employees defined-benefit plans in the form of a gratuity scheme (a lump sum amount). Benefits under the defined benefit plans are typically based on years of service and the employee's compensation (generally immediately before retirement). The gratuity scheme covers substantially all regular employees.

Such plan exposes the Company to actuarial risks such as: Interest rate risk, Liquidity Risk, Salary Escalation Risk, demographic risk and Regulatory Risk.

Interest Rate Risk	The plan exposes the Company to the risk of
Liquidity Risk	This is the risk that the Company may not be
Demographic risk	The Company has used certain mortality and
Salary Escalation Risk	The present value of the defined benefit plan is
Regulatory Risk	Gratuity benefit is paid in accordance with the

(i) The following tables set out the funded status of the gratuity benefit Scheme and the amounts recognized in the Company's financial statements :

(Rs. in Lacs)

Particulars	For the period ending	
	March 31, 2024	March 31, 2023
Change in benefit obligations		
Benefit obligations at the beginning	16.15	10.55
Current Service Cost	4.89	4.62
Past Service Cost	-	-
Interest on defined benefit obligation	1.22	0.76
Actuarial loss / (gain)	- 12.25	0.22
Benefit Paid	-	-
Closing Defined Benefit Obligation (A)	**10.00**	**16.15**
Translation/ Forex impact (B)	-	-
Payable gratuity benefit (A-B)	**10.00**	**16.15**
Current Provision (Refer note 17)	-	-
Non-Current Provision (Refer note 17)	10.00	16.15

(ii) Amount recognised in the Statement of Profit and Loss

Particulars	For the period ending	
	March 31, 2024	March 31, 2023
Current Service Cost	4.89	4.62
Past Service Cost		-
Interest on net defined benefit obligations	1.22	0.76
Net Actuarial (Gain) / Loss recognised in the period		-
Total Included in "Employee Benefit Expense"	**6.10**	**5.38**

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(iii) Amount recognised in the Other Comprehensive Income

Particulars	For the period ending	
	March 31, 2024	March 31, 2023
Actuarial (gains) / losses		
- change in demographic assumptions		
- change in financial assumptions	0.33	- 0.52
- experience variance (i.e. Actual experience vs assumptions)	- 12.58	0.74
Components of defined benefit costs recognised in other comprehensive income	**- 12.25**	**0.22**

(iv) Principle actuarial assumption

Assumptions	March 31, 2024	March 31, 2023
Discount Rate (per annum)	7.20%	7.51%
Salary escalation (per annum)	5.00%	5.00%
Mortality rate	100% of IALM 2012-14	100% of IALM 2012-14

The discount rate indicated above reflects the estimated timing and currency of benefit payments. It is based on the yields/ rates available on applicable bonds as on the current valuation date.

The salary growth rate indicated above is the Company's best estimate of an increase in salary of the employees in future years, determined considering the general trend in inflation, senority, promotions, past experience and other relevant factors such as demand and supply in employment market, etc.

(v) Sensitivity Analysis

Significant actuarial assumptions for the detemination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis is given below:

(Rs. in Lacs)

Particulars	March 31st 2024	March 31st 2023
Defined Benefit Obligation (Base)	10.00	16.15

(Rs. in Lacs)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Decrease	Increase	Decrease	Increase
Discount Rate (- / + 1%)	11.18	8.99	17.92	14.62
(% change compared to base due to sensitivity)	11.80%	-10.10%	11.00%	-9.50%
Salary Growth Rate (- / + 1%)	8.96	11.20	14.57	17.94
(% change compared to base due to sensitivity)	-10.40%	12.00%	-9.80%	11.10%
Attrition Rate (- / + 50% of attrition rates)	9.98	9.85	15.78	16.31
(% change compared to base due to sensitivity)	-0.20%	-1.50%	-2.30%	1.00%
Mortality Rate (- / + 10% of mortality rates)	9.99	10.01	16.13	16.16
(% change compared to base due to sensitivity)	-0.10%	0.10%	-0.10%	0.10%

(vi) Maturity Profile of Defined Benefit Obligation

Weighted average duration (based on discounted cashflows)	11 Years

Expected cash flows over the next (valued on undiscounted basis):	Rs. in Lacs
1 year	0.18
2 to 5 Years	2.24
6 to 10 Years	6.08
More than 10 Years	17.84

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Note 32 **Related Party Transactions (as per INDAS 24)**

The names of the related parties and nature of the relationship where control exists are disclosed irrespective of whether or not there have been transactions between the related parties during the year. For Others, the names and the nature of relationship is disclosed only when the transactions are entered into by the Company with the related parties during the existence of the related party relationship.

(I) Names of related parties and nature of relationship

Associates	
Promoters & Key Management Personnel	Sunil Kumar Malik
	Nisha jain
	Anil Kumar Bhel
	Rama Nand Gupta
	Pranav Vasan
	Dinesh Pareekh
	Sangeeta Pareekh
	BLP Equity Research Pvt Ltd
	Sanjay Kukreja
	Lalit Malik
	Raj Kumar Modani
	Shiwati Gandhi
	Piyanshu Sharma
Relatives of Directors and Key Management Personnel	
Entities in which the Key Management Personnel and their relatives identified above having control/significant influence	1) Vista Furnishing Ltd.
	2) Gin Spin Pvt Ltd
	3) Securocrop Securities India Pvt Ltd
	4) BLP Equity Research Pvt Ltd
	5) Gem Enviro Management Pvt Ltd
	6) Kalyan Capitals Limited

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(ii) **Transactions with Related Parties**

The Transactions have been summarized in the below table; and as the company has voluminous transactions during the period, thus, details have been provided in table (iii) for transactions having value more than Rs. 1 Lac only (Material Transactions).

The following transactions were carried out with related parties in the ordinary course of business:

(Rs. in Lacs)

Nature of Transaction	2023-24		2022-23	
	Transaction	Balance	Transaction	Balance
Key Management Personnel				
Remuneration & Incentives				
(a) Mr. Sunil Kumar Malik	24.00		14.00	
(b) Mr. Anshu Agarwal (CFO)	3.90		9.36	
(c) Mr. Ramanand Gupta	4.95		5.25	
(d) Ms. Shiwati Gandhi (CS)	6.73		4.70	
(e) Piyanshu Sharma (CFO)	3.26			
Loan Taken				
Mr. Sunil Kumar Malik	7.38	3.10	232.80	14.23
Mr. Dinesh Pareekh	400.00	200.00	25.00	25.00
Loan Taken From Intercorporate				
Securocrop Securities India Private Limited	200.00	853.00	303.00	702.42
BLP Equity Research Pvt Ltd	-	325.00	375.00	335.14
BGP 11 ANALYTICS PVT LTD	400.00	200.00		
Loan Repaid				
Mr. Sunil Kumar Malik	18.51	3.10	220.67	14.23
Mr. Dinesh Pareekh	225.00	-		
Loan Repaid to Intercorporate				
BLP Equity Research Pvt Ltd	-	325.00	43.00	335.14
BGP 11 ANALYTICS PVT LTD	200.00	0.00		
Interest paid				
BLP Equity Research Pvt Ltd	27.22	37.36	11.26	3.14
Securocrop Securities India Private Limited	55.52	104.94	39.25	49.42
BGP 11 ANALYTICS PVT LTD	13.00	13.00		
Loan Given				
Vista Furnishing Pvt Ltd	75.00	-	130.00	209.24
Kalyan Capitals Limited	1,292.55	807.62	915.85	111.53
Loan Receive				
Vista Furnishing Pvt Ltd	264.00	-	321.00	209.24
Kalyan Capitals Limited	592.78	807.62	1,023.00	111.53
Interest receive				
Vista Furnishing Pvt Ltd	3.22	-	22.49	20.24
Kalyan Capitals Limited	27.44	22.60	14.87	3.67
Purchase Made				
Vista Furnishing Pvt Ltd	2.27		25.81	25.98
Gem Enviro Management Private Limited	-	-	-	0.11
Sale Made				
Vista Furnishing Pvt Ltd	6.42	-		0.21
Kalyan Capitals Limited	0.39	-	-	0.21
Briquettes Vista Furnishing Pvt. Ltd.	9.65	-		

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Note 33 **Income Taxes**

The Company pays taxes according to the rates applicable in India. Most taxes are recorded in the income statement and relate to taxes payable for the reporting period (current tax), but there is also a charge or credit relating to tax payable for future periods due to income or expenses being recognised in a different period for tax and accounting purposes (deferred tax). Tax is charged to equity when the tax benefit exceeds the cumulative income statement expense on share plans.The Company provides for current tax according to the tax laws of India using tax rates that have been enacted or substantively enacted by the balance sheet date. Management periodically evaluates positions taken in tax returns in respect of situations in which applicable tax regulation is subject to interpretation. It establishes provisions, where appropriate, on the basis of amounts expected to be paid to the tax authorities.

Deferred tax is provided, using the liability method, on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax is recognised in respect of all temporary differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date.

A deferred tax asset is recognised when it is considered recoverable and Therefore recognised only when, on the basis of all available evidence, it can be regarded as probable that there will be suitable taxable profits against which to recover carried forward tax losses and from which the future reversal of underlying temporary differences can be deducted. Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the temporary differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

a.) Income Tax Expense recognised in Statement of Profit and loss for the period:

(Rs. In Lacs)

Particulars	For the period ended	
	31st March, 2024	31st March, 2023
Current Tax:		
- Relating to Current year	84.26	53.53
- Relating to Preceding year	-	-
Deferred Tax:		
- Relating to Current year	29.12	- 5.15
	-	-
Total	**113.38**	**48.38**

b.) Income tax expense/(benefit) recognised directly in other comprehensive income for the period:

(Rs. In Lacs)

Particulars	For the period ended	
	31st March, 2024	31st March, 2023
Income tax expense/(benefit) recognised in other comprehensive income		
- Relating to Tax effect on actuarial (gain)/ loss on defined benefit obligations	12.25	- 0.22
- Related to Tax effect on net gain/(loss) on fair value of current investment		
Total	**12.25**	**- 0.22**

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c.) **Reconciliation of tax expense and the accounting profit multiplied by tax rate for the period**

(Rs. In Lacs)

Particulars	For the period ended	
	31st March, 2024	31st March, 2023
Accounting Profit/(loss) Before Tax	**270.10**	**178.86**
Enacted tax rate	0.28	29.93
Computed tax expense	**75.14**	**53.53**
Tax effect of:		
Non-deductible expenses/Allowable income for tax purpose	- 23.59	-
Deductible expenses /Disallowable income for tax purpose	21.35	-
Deductions on income	-	-
Income considered under separate head	11.36	
Income taxed at lower rate	-	-
Income tax/(benefit) relating to previous years	-	-
Deferred tax liability/(asset) charged during the year	-	-
Total Tax expense charged	**84.26**	**53.53**
Effective tax rate	**31.20%**	**29.93%**

d.) **The movement in deferred tax assets/ (liabilities) during the year:**

(Rs. In Lacs)

Deferred tax assets/(liabilities)	in OCI	in Profit & Loss	Total
Balance as at 1st April, 2022	-	**11.10**	**11.10**
Expense allowed in the year of payment (Gratuity)	0.06	-	0.06
Difference between book and tax depreciation	-	5.15	5.15
Differences as per ICDS	-	-	-
Other	-	-	-
Balance as at 31st March, 2023	**0.06**	**16.25**	**16.31**
Expense allowed in the year of payment (Gratuity)	3.08	-	3.08
Difference between book and tax depreciation	- -	29.12 -	29.12
Asset on Lease and Lease Liability	-	-	-
Differences as per ICDS	-	-	-
Other	-	-	-
Adjustment due to prior period items	-	-	-
Balance as at 31st March, 2024	**3.14 -**	**12.87 -**	**9.72**
	-	-	-

For RACE ECO CHAIN LTD.

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Note 34 **Fair value measurement**

Note 28 Fair values

The Management assessed that the cash and cash equivalents and trade receivables approximate their carrying amounts largely due to the short- term maturities of these instruments.
The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale
The fair value of the financial assets such as Unquoted Equity investments is taken at cost as unobservable inputs for fair value is unidentifiable in market.
The Significant observable inputs used in the fair value measurement categorised within level 1 of the fair value hierarchy as at 31 March 2024 & 31 March 2023 are as shown below.

Description	Valuation technique	Significant observable inputs	Significant observable inputs	
1. FVTOCI assets in Quoted Equity Investments	Market approach techniques	Market prices of issuing company	Market prices of issuing company	
2. FVTOCI assets in Unquoted Equity Investments	Market approach techniques	Book Value/Net Asset Value of Issuing co.	Book Value/Net Asset Value of Issuing co.	
3. Derivative financial instruments	MTM Approaches	NA	NA	

Note 29 Fair value hierarchy:

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:
Level 1 — Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2 — Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
Level 3 — Inputs are not based on observable market data (unobservable inputs).
The following table provides the fair value measurement hierarchy of the Company's assets & liabilities.

Quantitative disclosure of fair values measurement hierarchy for assets as at 31st March 2024:

(Rs. In Lacs)

Description	Date of Valuation	Fair value measurement using		
		Quoted Prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets Measured at Fair value through other comprehensive income: Investments Equity Shares	31/03/2024	-	-	519.61
Assets Measured at Fair value through Profit & Loss Account:		-	-	-

Quantitative disclosure of fair values measurement hierarchy for assets as at 31st March 2024:

(Rs. In Lacs)

Description	Date of Valuation	Fair value measurement using		
		Quoted Prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets Measured at Fair value through other comprehensive income:		-	-	-
Assets Measured at Fair value through Profit & Loss Account:		-	-	-

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Note 35 **Financial risk management**

Company has operations in India. Whilst risk is inherent in the Company's activities, it is managed through an integrated risk management framework, including ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Company's continuing profitability and each individual within the Company is accountable for the risk exposures relating to his or her responsibilities. The Company is exposed to credit risk, liquidity risk and market risk. It is also subject to various operating and business risks.

A. Market Risk

Market risk is the risk that the fair value or future Cash flows of a financial instrument will fluctuate because of changes in market prices. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

(i) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates.
The company's exposure to foreign currency risk at the end of reporting period is shown in note no 37

(ii) Interest rate risk

The Company is exposed to Interest risk if the fair value or future cash flows of its financial instruments will fluctuate as a result of changes in market interest rates. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates.

The Company's interest rate risk arises from interest bearing deposits with bank and loans given to customers. Such instruments exposes the Company to fair value interest rate risk. Management believe that the interest rate risk attached to this financial assets are not significant due to the nature of this financial assets.

(iii) Market price risks

The Company is exposed to market price risk, which arises from FVTPL and FVOCI investments. The management monitors the proportion of these investments in its investment portfolio based on market indices. Material investments within the portfolio are managed on an individual basis and all buy and sell decisions are approved by the appropriate authority.

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For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates

NEW DELHI

Note 34 **Fair value measurement**

Note 28 Fair values

The Management assessed that the cash and cash equivalents and trade receivables approximate their carrying amounts largely due to the short- term maturities of these instruments.
The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale
The fair value of the financial assets such as Unquoted Equity investments is taken at cost as unobservable inputs for fair value is unidentifiable in market.
The Significant observable inputs used in the fair value measurement categorised within level 1 of the fair value hierarchy as at 31 March 2024 & 31 March 2023 are as shown below.

Description	Valuation technique	Significant observable inputs	Significant observable inputs	
1. FVTOCI assets in Quoted Equity Investments	Market approach techniques	Market prices of issuing company	Market prices of issuing company	
2. FVTOCI assets in Unquoted Equity Investments	Market approach techniques	Book Value/Net Asset Value of Issuing co.	Book Value/Net Asset Value of Issuing co.	
3. Derivative financial instruments	MTM Approaches	NA	NA	

Note 29 Fair value hierarchy:

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:
Level 1 — Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2 — Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
Level 3 — Inputs are not based on observable market data (unobservable inputs).
The following table provides the fair value measurement hierarchy of the Company's assets & liabilities.

Quantitative disclosure of fair values measurement hierarchy for assets as at 31st March 2024:

(Rs. In Lacs)

Description	Date of Valuation	Fair value measurement using		
		Quoted Prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets Measured at Fair value through other comprehensive income: Investments Equity Shares	31/03/2024	-	-	519.61
Assets Measured at Fair value through Profit & Loss Account:		-	-	-

Quantitative disclosure of fair values measurement hierarchy for assets as at 31st March 2024:

(Rs. In Lacs)

Description	Date of Valuation	Fair value measurement using		
		Quoted Prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets Measured at Fair value through other comprehensive income:		-	-	-
Assets Measured at Fair value through Profit & Loss Account:		-	-	-

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Note 35 **Financial risk management**

Company has operations in India. Whilst risk is inherent in the Company's activities, it is managed through an integrated risk management framework, including ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Company's continuing profitability and each individual within the Company is accountable for the risk exposures relating to his or her responsibilities. The Company is exposed to credit risk, liquidity risk and market risk. It is also subject to various operating and business risks.

A. Market Risk

Market risk is the risk that the fair value or future Cash flows of a financial instrument will fluctuate because of changes in market prices. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

(i) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates.
The company's exposure to foreign currency risk at the end of reporting period is shown in note no 37

(ii) Interest rate risk

The Company is exposed to Interest risk if the fair value or future cash flows of its financial instruments will fluctuate as a result of changes in market interest rates. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates.

The Company's interest rate risk arises from interest bearing deposits with bank and loans given to customers. Such instruments exposes the Company to fair value interest rate risk. Management believe that the interest rate risk attached to this financial assets are not significant due to the nature of this financial assets.

(iii) Market price risks

The Company is exposed to market price risk, which arises from FVTPL and FVOCI investments. The management monitors the proportion of these investments in its investment portfolio based on market indices. Material investments within the portfolio are managed on an individual basis and all buy and sell decisions are approved by the appropriate authority.

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Note 34 **Fair value measurement**

Note 28 Fair values

The Management assessed that the cash and cash equivalents and trade receivables approximate their carrying amounts largely due to the short- term maturities of these instruments.
The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale
The fair value of the financial assets such as Unquoted Equity investments is taken at cost as unobservable inputs for fair value is unidentifiable in market.
The Significant observable inputs used in the fair value measurement categorised within level 1 of the fair value hierarchy as at 31 March 2024 & 31 March 2023 are as shown below.

Description	Valuation technique	Significant observable inputs	Significant observable inputs	
1. FVTOCI assets in Quoted Equity Investments	Market approach techniques	Market prices of issuing company	Market prices of issuing company	
2. FVTOCI assets in Unquoted Equity Investments	Market approach techniques	Book Value/Net Asset Value of Issuing co.	Book Value/Net Asset Value of Issuing co.	
3. Derivative financial instruments	MTM Approaches	NA	NA	

Note 29 Fair value hierarchy:

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:
Level 1 — Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2 — Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
Level 3 — Inputs are not based on observable market data (unobservable inputs).
The following table provides the fair value measurement hierarchy of the Company's assets & liabilities.

Quantitative disclosure of fair values measurement hierarchy for assets as at 31st March 2024:

(Rs. In Lacs)

Description	Date of Valuation	Fair value measurement using		
		Quoted Prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets Measured at Fair value through other comprehensive income: Investments Equity Shares	31/03/2024	-	-	519.61
Assets Measured at Fair value through Profit & Loss Account:		-	-	-

Quantitative disclosure of fair values measurement hierarchy for assets as at 31st March 2024:

(Rs. In Lacs)

Description	Date of Valuation	Fair value measurement using		
		Quoted Prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets Measured at Fair value through other comprehensive income:		-	-	-
Assets Measured at Fair value through Profit & Loss Account:		-	-	-

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Note 35 **Financial risk management**

Company has operations in India. Whilst risk is inherent in the Company's activities, it is managed through an integrated risk management framework, including ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Company's continuing profitability and each individual within the Company is accountable for the risk exposures relating to his or her responsibilities. The Company is exposed to credit risk, liquidity risk and market risk. It is also subject to various operating and business risks.

A. Market Risk

Market risk is the risk that the fair value or future Cash flows of a financial instrument will fluctuate because of changes in market prices. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

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Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates.
The company's exposure to foreign currency risk at the end of reporting period is shown in note no 37

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The Company is exposed to Interest risk if the fair value or future cash flows of its financial instruments will fluctuate as a result of changes in market interest rates. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates.

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The Company is exposed to market price risk, which arises from FVTPL and FVOCI investments. The management monitors the proportion of these investments in its investment portfolio based on market indices. Material investments within the portfolio are managed on an individual basis and all buy and sell decisions are approved by the appropriate authority.

RACE ECO CHAIN LIMITED

RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
NEW DELHI

B. Liquidity risk

Liquidity risk is the risk that the entity will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The entity's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the entity's reputation.

Prudent liquidity risk management requires sufficient cash and marketable securities and availability of funds through adequate committed credit facilities to meet obligations when due and to close out market positions.

The Company has a view of maintaining liquidity with minimal risks while making investments. The Company invests its surplus funds in short term liquid assets in bank deposits and liquid mutual funds. The Company monitors its cash and bank balances periodically in view of its short term obligations associated with its financial liabilities.

The table below summarises the maturity profile of the Company's financial liabilities based on the **contractual undiscounted payments**.

(Rs. in Lacs)

Particulars	On Demand / less than 3 months	Payable within 3 to 12 months	Payable more than 1 year and less than 5 year	Payable more than 5 year
Year ended 31st March 2024				
Payables				
(I) Trade payables		1,074.85	-	-
(II) Other payables		32.25	-	-
Borrowings (Other than debt securities)		2,725.93	-	957.94
Year ended 31st March 2023				
Payables				
(I) Trade payables		1,171.79		
(II) Other payables		51.19		
Borrowings (Other than debt securities)		39.23	15.61	702.42

C. Credit risk

Credit risk is the risk that the Company will incurr a loss because its customers or counterparties fail to discharge their contractual obligation. The Company manages and controls credit risk by setting limits on the amount of risk it is willing to accept for individual counterparties, and by monitoring exposures in relations to such limits.

The maximum exposure to credit risk for each class of financial instruments is the carrying amount of that class of financial instruments presented in the financial statements. The Company's major classes of financial assets are cash and cash equivalents, loans, investment in mutual fund units, term deposits, trade receivables and security deposits.

Deposits with banks are considered to have negligible risk or nil risk, as they are maintained with high rated banks / financial institutions as approved by the Board of directors.

NOTE : 36 Contingent liabilities

There is a Contingent Liability of Fdr pledged with bank as gaurantee

(Rs. in Lacs)

	As at 31st March, 2024	As at 31st March, 2023
Claims against the company pending appellate / judicial decisions not acknowledged as debts in respect of Income Tax	Nil	Nil

NOTE : 37 Commitments

	As at 31st March, 2024	As at 31st March, 2023
Estimated amount of contracts remaining to be executed on capital account.	Nil	Nil

NOTE : 38 Title deeds of Immovable property not held in the name of the company.

The Company holds title deeds of all the immovable property (Other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) in the name of the company.

NOTE : 39 Details of Loan & Advances in the nature of loan granted to Promoters, Directors, Key Management Personnel & the related parties (as defined under Company Act 2013)

(a) Repayable on demand or
(b) Without specifying any term or period of repayment

The company has not granted loans or advances in the nature of loans to the director, promoters, Key managerial personnel and their relatives.

	Current Period		Previous Period	
Type of Borrowed	Amount of O/s	% of Total	Amount of O/s	% of Total
Promoters	-		-	
Directors	-		-	
Key Managent Persons	-		-	
Relative Parties	-		-	

RACE ECO CHAIN LIMITED

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LTD.

Director

Goyal Mittal & Associates Chartered Accountants NEW DELHI

NOTE : 40 Ratio analysis

S. No.	Ratio	Numerator	Denominator	Current Period	Previous Period	% of Variance	Reasons of Variance
1	Current Ratio	Current Assets	Current Liabilities	1.28	1.62	-21.38	
2	Debt Equity ratio	Total Debt	Shareholders Equity	2.24	0.94	137.52	During the Year there is an infusion of Short term borrowings in the Company
3	Debt Service Coverage ratio	Earnings Available for Debt Service (Net profit before Taxes+Non Cash operating Expenses Depriciation and Auxillary+ Interest+ other Adjustments like loss on sale of Fixed Assets etc)	Debt Service (Interest+Lease Payments+Principal Repayments)	2.19	4.18	-47.67	The Infusion of Short term borrowings resulted in the increase in the Finance cost of the Company.
4	Return on Equity	Net Profit after tax- Prefered Dividend (If Any)	Equity	10%	8%	19.22	
5	Inventory Turnover Ratio	Cost of Goods Sold or Sales	Average Inventory	117.07	148.02	-20.91	
6	Trade Receivable Turnover Ratio	Net Credit Sale	Average Accounts receivable	1.88	2.50	-24.67	During the year the collections from the Debtors is less than the Previous Year)
7	Trade Payable Turnover Ratio	Net Credit Purchase	Average Trade Payable	6.63	6.76	-1.91	
8	Net Capital Turnover Ratio	Net Sales	Average Working Capital	23.99	15.25	57.32	During the year the operating Revenue increased as Compared to the Previous year)
9	Net Profit ratio	Net Profit	Net Sales	0.00	0.00	-4.52	
10	Raturn on Capital Employed	Earning before Interest & Taxes	Capital Employed (Tangible Net Worth+ Total Debt+DTL)	0.25	0.14	77.99	During the year the net profit of the Company Increased
11	Return on investment	Net Return on Investment	Cost of Investment	NIL	NIL	NIL	

Garg Arun & Associates NEW DELHI Chartered Accountants

ECO CHAIN LIMITED

ECO CHAIN LIMITED

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

NOTE : 41 **Capital work in progress ageing & overdue or has exceeded to its original plan**
Compnay does not have any capital work in progress

NOTE : 42 **Intangible assets under development**
Compnay does not have any intangible assets under development.

NOTE : 43 **Details of Benami Property held**

No proceedings have been initiated or pending against the company for holding any benami property under the benami transactions (Prohibition) Act, 1988 and the rules made thereunder.

NOTE : 44 **Wilful defaulter**
The company has not made any default in the repayment of any borrowing, as such the declaration as wilful defaulter is not applicable.

NOTE :45 **Relationship with stuck of the company**
The company did not have any transaction with companies struck off under section 248 of the companies act 2013 or section 560 of the companies act, 1956 as such no declaration is required to be furnished.

NOTE :46 **Registration of Charge/Satisfaction**
There is no charge or satisfaction of charges which is pending for registration beyond the statutory period.

NOTE : 47 **Compliance with number of layer of completion**
The company have two subsidiary company as such there is no non compliance with the number of layers prescribed under clause (87) section 2 of the Act read with companies (Restriction on number of layers) Rules, 2017.

NOTE : 48 **Compliance with approved scheme (s) of arrangements**
No scheme of arrangements was required u/s 230 to 237 of the companies Act, 2013 during the year, as such disclosure is not required.

NOTE : 49 **Utilisation of borrowed fund & Share Premium**

a) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kinds of funds) to any other person or entities including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries,

b) The company has not received any fund from any person or entities including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

RACE ECO CHAIN LIMITED

RACE ECO CHAIN LIMITED Company Secretary

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg A. Gupta & Associates NEW DELHI Chartered Accountants

NOTE : 50 **Undisclosed Income**

The company has neither surrendered nor disclosed any income during the year in the tax assessments under the Income Tax Act, 1961.

NOTE : 51 **Corporate Social Responsibility (CSR)**

Not Applicable

NOTE : 52 **Cryptocurrency or Virtual Currency**

The company has neither traded nor invested in cryptocurency or virtual currency as such no dislosure is required.

NOTE : 53 **DISCLOSURE REQUIREMENTS UNDER MSMED ACT, 2006**

The Company has certain dues to suppliers (trade and capital) registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act').

PARTICULARS	31.03.2024	31.03.2023
- Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
- Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
- Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
- Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
- Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
- Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	-
- Further interest remaining due and payable for earlier years	-	-

NOTE : 54 Previous year's figures have been regrouped / reclassified and rearranged wherever necessary to correspond with the current year's classification / disclosure.

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564
PLACE : DELHI
DATED : 28 MAY 2024

Garg Arun & Associates * NEW DELHI * Chartered Accountants

FOR RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED

RAMANAND GUPTA
EXECUTIVE DIRECTOR
DIN 03397154

For RACE ECO CHAIN LTD.

PIYANSHU SHARMA
CFO

CHIEF FINANCIAL OFFICER

For RACE ECO CHAIN LIMITED

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

RACE ECO CHAIN LIMITED

NOTE:55 Segment Disclosures

Operating segments are defined as components of an enterprise for which discrete financial information so availabel that is evaluated regularly by Chief Operating decision -maker (CODM), in deciding how to allocate resources and assessing performance.

The Company has considered business segment as reportable segment for disclosure. The products and services included in each of the reported business segments are as follows:

SEGMENT	ACTIVITIES
Recycle Division	All types Waste Plastic, Pipes & Paper
Restore Division	Home furnishing, Bags & Garments
Biomass Division	Sale of BRIQUETTES
Unallocated	Not allocable to any other segments

` in Lacs

1 Segment Revenue	Year ended March 31, 2024			Year ended March 31, 2023		
	External	Internal Segments	Total	External	Internal Segments	Total
Recycle Division	26,185.67		26,185.67	23,642.13		23,642.13
Restore Division	233.68		233.68	325.23		325.23
Biomass Division	4,430.54		4,430.54	2,941.13		2,941.13
Unallocated						
Total	**30,849.88**	-	**30,849.88**	**26,908.49**	-	**26,908.49**
Eliminations						
Revenue from Operations	**30,849.88**	-	**30,849.88**	**26,908.49**	-	**26,908.49**
2 Segment Results(PBT)	Year ended March 31, 2024			Year ended March 31, 2023		
Recycle Division			576.94			89.47
Restore Division		-	6.09			24.74
Biomass Division			57.65			103.20
Unallocated		-	74.60			31.74
Total			**553.91**			**249.15**
Eliminations			-			-
Consolidated Total			**553.91**			**249.15**
Unallocated (expense) net unallocated income						
			553.91			**249.15**
Profit before Interest and Taxation						
Finance Costs			283.81			70.29
Profit Before Tax			**270.10**			**178.86**
Tax Expense			113.38			48.38
Profit After Tax from Continuing Operations			156.72			130.48
Loss for the period from Discontinued Operations			9.17		-	0.16
Profit for the period after Tax			165.89			130.32

Gang Arun & Associates * Chartered Accountants * NEW DELHI

ECO CHAIN LTD.

FINANCIAL OFFICER

3 Other Informations

` in Lacs

Particulars	Year ended March 31, 2024		Year ended March 31, 2023	
Segment Assets				
Recycle Division		5,072.93		3,713.50
Restore Division		241.89		320.31
Biomass Division		463.55		384.21
Unallocated		1,549.03		499.98
less : Intersegment Eliminations		-		-
		7,327.39		**4,917.99**
Add:Unallocable Assets		-		-
Total Assets	**(A)**	**7,327.39**	**(A)**	**4,917.99**
Segment Liabilities				
Recycle Division		1,858.70		1,051.26
Restore Division		21.00		34.56
Biomass Division		62.37		137.17
Unallocated		3,162.46		1,638.02
less : Intersegment Eliminations				
Add: Unallocable Liabilities				
Total Liabilities	**(B)**	**5,104.53**	**(B)**	**2,861.01**
Net Capital Employed	**(A-B)**	**2,222.87**	**(A-B)**	**2,056.98**

` in Lacs

Particulars	Year ended March 31, 2024			Year ended March 31, 2023		
	Capital Expenditure	Non-Cash Expenditure other than depreciation	Depreciation & Amortization	Capital Expenditure	Non-Cash Expenditure other than depreciation	Depreciation & Amortization
Recycle Division			21.09			8.40
Restore Division			44.72			33.81
Biomass Division			0.11			2.13
Unallocated			0.34			-
Segment Total	**-**	**-**	**66.26**	**-**	**-**	**44.34**

RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LTD.

Authorised Signatory

VINAY GUPTA & ASSOCIATES
NEW DELHI

GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
Phone: 011-23283955

INDEPENDENT AUDITOR'S REPORT

To the members of RACE ECO CHAIN LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the Standalone Financial Statements of **RACE ECO CHAIN LIMITED,** which comprise the balance sheet as at **31st March 2025**, and the statement of Profit & Loss, and statement of cash flows for the year ended, and notes to the Standalone Financial Statements, including a summary of significant accounting policies and other explanatory information.

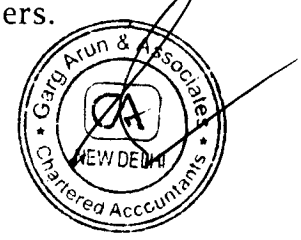
In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Act in the manner of so required and give a true and fair view in conformity with the accounting principles accepted in India, of the state of affairs of the company as at **March 31st, 2025**, and its Profit and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matter are those matter that, in our professional judgment, were of most signification in our audit of the Standalone Financial Statements of the current period. These matters were addressed in the context of our opinion thereon, and we do not provide a separate opinion on these matters.



GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
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Key Audit Matters	How the matter was addressed in our audit
1. The Company has various related party transactions which include sale, purchase of goods / services, loans taken and loans provide to the related parties. We identified the accuracy and completeness of disclosure of related party transactions set out in respective notes to the Ind AS Standalone Financial Statements as a key audit matter due to: ➢ The significance of transactions with related parties during the year ended March 31, 2025. ➢ Related party transactions are subject to the compliance requirement under the companies Act, 2013 and SEBI (LODR) 2015.	Our audit procedures in relation to the disclosure of related party transactions included the following: ➢ We obtained an understanding of the Company's policies and procedures in respect of the capturing of related party transactions and how management ensures all transactions and balances with related parties have been disclosed in the Ind AS financial statement. ➢ Read minutes of meeting of the board of directors and Audit committee and assessed whether approvals have been obtained by the management, as required by Companies Act 2013 and LODR. ➢ We agreed the amounts disclosed with underlying documentation and read relevant agreements, evaluation of arm-length by management, on a sample basis, as part of our evaluation of the disclosure. ➢ We assessed management evaluation of compliance with provision of section-177 and Section-188 of the Companies Act, 2013 and SEBI (LODR), 2015. ➢ We evaluated the disclosures through reading of statutory information, books and records and other documents obtained during the course of our audit.

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2.1 **Acquisition of following subsidiaries and Associates** A. Silverline Eco Thrive Limited, B. Ganesha Recycling Chain Private Limited, C. Vasundhara Enviro green Private Limited, D. Prime Industries Limited **(Associate)** **2.2 Disposal of following subsidiary:** Disposal of Abhay Innovative Recycling private limited during the Financial Year 2024-25.	➢ We have compared the accounting treatment specified in the scheme formulated by the Company along with one specified in Ind As 103 and Ind As 28. ➢ We have critically evaluated the key assumptions, purchase price allocation adjustments and identification and valuation of Net Assets acquired. ➢ We have assessed the Competence and objectivity of the experts engaged by the Company. ➢ We have assessed the adequacy of the Company's disclosures in respect of the acquisition in accordance with the requirements of Ind As 103 and Ind As 28.

Other Information - Other than the Standalone Financial Statements and Auditors Report Thereon

The Company's Board of Directors is responsible for other information. The other Information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Chairman's Statement, Shareholder's Information and Corporate Governance Report, but does not include the standalone Financial Statements and our auditor's report thereon. The Board's Report including Annexures to Board's Report, Chairman's Statement and Shareholder's Information is expected to be made available to us after the date of this auditor's report.

Our Opinion on the Standalone Financial Statements does not cover the other Information and we do not express any form of assurance conclusion thereon.
In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained in the course of our audit, or otherwise appears to be materially misstated.

Garg Arun & Associates NEW DELHI Chartered Accountants

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If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for Standalone Financial Statements

The Company's Board of directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of the these Standalone Financial Statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application appropriate accounting policies ;making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate Internal Financial Controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
In preparing the Standalone Financial Statements and management is responsible for assessing the Company's ability to continue as a going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Financial Statements.

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As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud any involve collusion, forgery, Intentional omissions, misreprsentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exits related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors repots. However future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

- We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to

communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

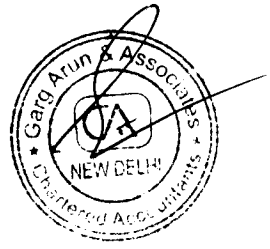
- From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

- Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

- We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

- We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

- From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonable be expected to outweigh the public interest benefits of such communication.



GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
Phone: 011-23283955

Report on other Legal and Regulatory Requirements

1. As required by The Companies (Auditors Report) order 2020, the order issued by Central government of India in terms of sub section (11) of section 143 of the Act, we give in the "**Annexure-A**", a statement the matters specified in paragraph 3 and 4 of the said Order.

2. As required by section 143(3) of the Act, we report that:

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

   c) The company does not have any branch which has not been audited by us.

   d) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

   e) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

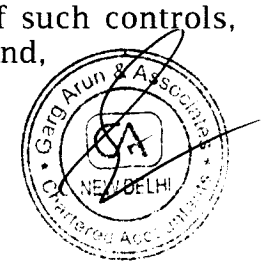
   f) In our opinion, there is no financial transaction, which would have an adverse effect on the financing of the company.

   g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of the Section 197(16) of the Act, as amended:

   In our opinion and according to the information & explanation given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

   h) On the basis of written representations received from the directors as on 31 March 2025, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2025, from being appointed as a director in terms of Section 164(2) of the Act.

   i) With respect to the adequacy of the internal financial controls over financial reporting of the company & the operating effectiveness of such controls, refer to our separate report in **'Annexure-B'** to this report; and,



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j) With respect to the other matters included in the Auditor's Report in accordance with rule 11 of the Companies (Audit & Auditors) Rules 2014, in our opinion and to our best of our information and according to the explanations given to us:

I. The Company has pending litigation with Income Tax Authorities and the possible impact of which has been disclosed in Standalone Financial Statements.

II. The company does not have any long-term contracts, including derivative contracts which require provision under any law or accounting Standard for material foreseeable losses.

III. There was no amount which was required to be transferred to the Investor Education and Protection Fund.

IV.

(a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under and (b) above, contain any material misstatement.

V. The company has not proposed or declared or paid any dividend during the year.

Garg Arun & Associates * NEW DELHI * Chartered Accountants

GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
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VI. In our opinion and to the best of our information and according to the explanations given to us, the Company has used accounting software for maintaining its books of accounts for the financial year ended March 31st, 2025 which has a feature of recording audit trail (edit log) facility. The audit trail feature was operated throughout the financial year for all relevant transactions recorded in the software. Further, we have not come across any instance of the audit trail being tampered with during the course of our audit, and the audit trails have been preserved by the Company as per the statutory requirements under the Companies Act, 2013.

FOR M/S GARG ARUN AND ASSOCIATES
Chartered Accountants
FRN: 08180N

Place :- Delhi
Date :- 30/05/2025

CA RAMAN KUMAR GARG
(PARTNER)
M. NO. 090564

GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
Phone: 011-23283955

Annexure-A to the Independent Auditor's Report of Even Date on the Standalone Financial Statements of RACE ECO CHAIN LIMITED

A statement as required on the matter specified in the paragraph 3 & 4 of The Companies (Auditors Report) Order 2020, the order issued by Central government of India in terms of sub section (11) of section 143 of the Act,

(i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a) (I) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.

(II) The Company has maintained proper records showing full particulars of intangible assets.

(b) All the assets have been physically verified by the management during the year, which in our opinion is reasonable having regard to the size of the company & the nature of its assets. According to the information and explanation given to us, no discrepancies were noticed on such verification.

(c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds/registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of land which are freehold, are held in the name of the company as at the balance sheet date.

(d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) or intangible assets or both during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

(ii)

(a) The inventory of the company has been physically verified by the management. No material discrepancies were noticed physical verification.

(b) The company has been sanctioned working capital limits in excess of Rupees 5 crores, in aggregate, from banks on the basis of security of current assets, as per information and explanations given to us, the quarterly returns/ statements filed with banks are in agreement with the books of accounts of the company.

Garg Arun & Associates NEW DELHI Chartered Accountants

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(iii) The Company has made investment in, companies, firm, Limited Liability Partnerships, and granted unsecured loans to other parties, during the year, in respect of which:

(a) The company has provided loan during the year but not stood guarantee or provided securities to any other entity, in this regards we report as under:

(A) The Company has not granted any loans or advances and guarantees to subsidiary, Joint venture or associates.

(B) The Aggregate amount of loan advanced during the year was Rs. **2,631.05 lacs** and the balance outstanding at the year end was Rs. **941.97 lacs.**

(b) In our option, the investment made and the terms and condition of grant of loans during the year are, prima facie, not prejudicial to the company's interest.

(c) In respect of loans granted by the Company, the loans granted are in the nature of demand loan and the repayments of principal amounts and receipts of interest are generally been regular as demanded by the company.

(d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.

(e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.

(f) The Company has granted loan which are repayable on demand or without specifying any terms or period of repayment during the year, the aggregate amount of loan was **Rs. 941.97 lacs**, which is the **97.27%** of the total loans granted and are granted to related parties as defined in clause (76) of section 2 of the Companies Act, 2013.

(iv) According to the Information & explanation given to us and based on the audit procedure conducted by us, we are of the opinion that company has complied with the provisions of Section 185 and 186 of the Act in respect of grant of loans.

(v) The company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2025 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the company.

Garg Arun & Associates NEW DELHI Chartered Accountants

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(vi) The Central Government has not prescribed the maintenance of cost records u/s 148 of the Act, in respect of business activities carried out by the company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.

(vii)

(a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, Employees State Insurance, Income Tax, Sales-Tax, Goods and Service Tax, duty of customs, Duty of Excise, Value Added Tax, Cess & any other statutory dues applicable to it & there are no undisputed dues outstanding as on 31.03.2025 for a period of more than six months from the date they became payable.

(b) According to the information & explanations given to us and based on the audit procedure conducted by us, we are of the opinion that there were no statutory dues referred to in sub clause (a) above which have not been deposited on account of any dispute.

Nature of Statute	Nature of Dues	Amount (in Rs.)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	14,44,160/-	AY 2024-25	CPC
Income Tax Act, 1961	Income Tax	91,780/-	AY 2021-22	CPC
Income Tax Act, 1961	Income Tax	49,340/-	AY 2010-11	CPC
Income Tax Act, 1961	Income Tax	2,99,405/-	AY 2009-10	CPC

(viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961(43 of 1961).

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(ix)

(a) The Company has taken loans from its related parties and there is no default in repayment of loan or in the payment of interest thereon.

(b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.

(d) On an overall examination of the Standalone Financial Statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

(e) On an overall examination of the Standalone Financial Statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) The Company has not raised any loans during the year by pledging securities held in their subsidiary, associates or joint ventures.

(x)

(a) The Company has not raised moneys by way of initial public offer or further public offer including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

(b) According to the information and explanations given to us, the Company has made preferential allotment of shares on conversion of warrants during the year and In our opinion, the requirements of section 42 and 62 of the Companies Act 2013 have been complied with and fund raised has been used for the purpose for which it was raised.

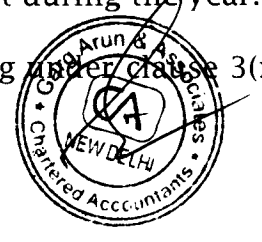
(xi)

(a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) In our opinion and as per the information and explanation provided to us, the company has not received any whistle blower complaint during the year.

(xii) The company is not a Nidhi Company; hence reporting under clause 3(xii) of the Order is not applicable to the Company.



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Flat No.106, 4832/24, Ansari Road,
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(xiii) In our opinion and according to the information & explanation given to us, the company is in compliance with section 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Standalone Financial Statements as required by the applicable accounting standards and section 177 is not applicable to the company.

(xiv)

(a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

(xv) In our opinion during the year the Company has not entered into any non-cash transactions withits Directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi)

(a)In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of Order is not applicable.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

(xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year. There has been no resignation of the statutory auditors of the Company during the year.

(xviii) There has been no resignation of the statutory auditors of the Company during the year.P

(xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the Standalone Financial Statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit reportindicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We furtherstate that our reporting is based on the facts up to the

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date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) In our opinion the provision of section 135 of the Companies Act, 2013 relating to corporate social responsibility are not applicable as such the reporting under clause 3 (xx) of the order is not applicable.

FOR M/s GARG ARUN AND ASSOCIATES
Chartered Accountants
FRN: 08180N

Place:- Delhi
Date:-
30 MAY 2025

CA RAMAN KUMAR GARG
(PARTNER)
M. NO. 090564

UDIN NO.

GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
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Annexure-B

To the Independent Auditor's Report of Even Date on the Standalone Financial Statements of RACE ECO CHAIN LIMITED

Report on the Internal Financial Controls under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("The Act")

To The Members of **RACE ECO CHAIN LIMITED**

We have audited the internal financial controls over financial reporting of **RACE ECO CHAIN LIMITED** as of 31st March, 2025 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls.

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment,

including the assessment of the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Financial Statements for external purposes in accordance with accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Standalone Financial Statements in accordance with accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Standalone Financial Statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
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Opinion

In our opinion, the Company has, in all material aspects, an adequate internal financial controls system over financial reporting and such financial controls over financial reporting were operating effectively as at **31st March, 2025**, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR M/s GARG ARUN AND ASSOCIATES
Chartered Accountants
FRN: 08180N

Place:- Delhi
Date:- 30 MAY 2025

CA RAMAN KUMAR GARG
(PARTNER)
M. NO. 090564

UDIN NO.

RACE ECO CHAIN LIMITED

Shop No:- 37, Shanker Market New Delhi 110001

CIN NO. L37100DL1999PLC102506

Standalone Balance Sheet as at 31st March 2025

(Rs. In Lakhs)

Particulars	Note No.	As at 31st Mar 2025	As at 31st Mar 2024
ASSETS			
Non-current assets			
(a) Property, plant and equipment	2(a)	255.53	276.04
(b) Capital work-in-progress	2(b)	0.74	-
(c) Investment Properties		-	-
(d) Goodwill		-	-
(e) Other intangible assets	2(c)	3.03	3.31
(f) Intangible assets under development		-	-
(g) Biological Assets other than Bearer Plants		-	-
(h) Financial assets		-	-
(i) Investments	3	2,147.52	519.61
(ii) Trade Receivables		-	-
(iii) Loans and Advances		-	-
(iv) Other financial assets	4(a)	1,380.23	26.91
(i) Deferred tax assets (net)	5	50.14	-
(j) Other non-current assets			
Sub-total - Non-Current Assets		**3,837.19**	**825.86**
Current assets			
(a) Inventories	7	108.86	83.05
(b) Financial assets		-	-
(i) Investments		-	
(ii) Trade receivables	8	9,509.66	5,322.28
(iii) Cash and cash equivalents	9	434.17	40.34
(iv) Bank Balance Other than Cash and cash equivalents		-	-
(v) Loans and Advances	10	941.97	853.99
(vi) Other financial assets	4(b)	44.10	35.17
(c) Current Tax assets (net)	11	58.42	61.25
(d) Other current assets	6	562.28	105.44
Sub-total - Current Assets		**11,659.47**	**6,501.53**
TOTAL - ASSETS		**15,496.67**	**7,327.39**
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	12	1,725.72	1,643.22
(b) Share Application Money pending Allotment	13	1,720.40	
(c) Other equity	13	3,673.52	579.65
Sub-total - Shareholders' funds		**7,119.64**	**2,222.87**
LIABILITIES			
Non-current liabilities			
(a) Financial liabilities			
(i) Long Term Borrowings	14(a)	-	-
(ii) Lease Liabilities	15(a)	8.80	-
(iii) Trade Payables		-	-
(A) Total Outstanding dues of Micro and Small Enterprises; and		-	-
(B) Total Outstanding dues other than Micro and Small Enterprises		-	-
(iv) Other financial liabilities other than (i) and (ii) above		-	
(b) Provisions	17(a)	14.75	9.82
(c) Deferred tax liabilities (net)	5	-	4.12
(d) Other non-current liabilities			
Sub-total - Non-current liabilities		**23.55**	**13.94**
Current liabilities			
(a) Financial liabilities			
(i) Short Term Borrowings	14(b)	5,845.06	3,683.88
(ii) Lease Liabilities	15(b)	2.10	
(iii) Trade Payables:-		-	
(A) Total Outstanding dues of Micro and Small Enterprises; and	16	-	
(B) Total Outstanding dues other than Micro and Small Enterprises	16	2,324.33	1,286.93
(iii) Other financial liabilities other than (i) and (ii) above	18	48.95	9.53
(b) Other current liabilities	19	4.94	22.73
(c) Provisions	17(b)	128.11	87.52
(d) Other tax liabilities (net)			
Sub-total - Current liabilities		**8,353.49**	**5,090.58**
TOTAL - EQUITY AND LIABILITIES		**15,496.67**	**7,327.39**
		0.00	0.00
Significant Accounting Policies	1		
Notes to accounts forming Part of Financial Statements	2-57		

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090560
PLACE : DELHI
DATED : 30 MAY 2025

Garg Arun & Associates CA NEW DELHI Chartered Accountants

FOR RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED

Director

PRANAV VASAN
NON EXECUTIVE DIRECTOR
DIN 07631095

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

PRYANSHU SHARMA
CFO

FOR RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED

Director

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00[illegible]

RACE ECO CHAIN LIMITED Secretary

SHIWANI
COMPANY SECRETARY

RACE ECO CHAIN LIMITED
Shop No:- 37, Shanker Market New Delhi 110001
Standalone Cash Flow Statement as at 31st March 2025

(Rs. In Lacs)

Particulars	As at 31st March, 2025		As at 31st March, 2024	
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		476.33		270.10
Adjustments for:		373.67		311.36
Depreciation and amortisation	67.84		66.26	
(Profit) / loss on sale / write off of assets	0.00		0.00	
Finance costs	405.15		283.81	
Interest income	-97.14		-38.71	
Profit on Investment				
Provision for Tax				
Provision for Gratuity				
Rental Income	-2.17			
Operating profit / (loss) before working capital changes		850.00		581.46
Changes in working capital:				
Adjustments for (increase) / decrease in operating assets:				
Trade receivables	-4187.38	-4667.20	-1657.47	-1651.53
Current Tax Assets	2.83		-2.95	
Other current assets	-456.84		30.43	
Inventories	-25.81		-21.53	
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	1037.40	1064.19	115.13	61.48
Other financial liabilities	39.42		9.53	
Other current liabilities	-17.79		-28.46	
Short-term provisions	4.93		-5.55	
Long-term provisions	0.23		-29.17	
		-2753.01		-1008.58
Cash flow from extraordinary items				
Cash generated from operations		-2753.01		-1008.58
Net income tax (paid) / refunds		78.59		
Net cash flow from / (used in) operating activities (A)		**-2831.60**		**-1008.58**
B. Cash flow from investing activities				
Capital expenditure onproperty, plant & equipements, including capital advances		-2823.64		-1109.89
Proceeds from sale of property, plant & equipements				
Purchase of Property, Plant & Equipment	-47.79		-85.14	
Addition in Intangible Assets				
Purchase of other investments	-1424.93		-519.51	
Sale of Investments	0.00			
Other financial assets (Non-Current)	-1353.32		-15.01	
Other non-current assets				
Rental Income	2.17			
Interest received	97.14		38.71	
Net gain / (loss) on sale of investments				
Changes in Loans & Advances	-87.98		-511.25	
Other financial assets (Current)	-8.93		-17.71	
Cash flow from extraordinary items				
Net cash flow from / (used in) investing activities (B)		**-2823.64**		**-1109.89**
C. Cash flow from financing activities				
Proceeds from issue of equity shares	82.50	6391.34		1849.08
Proceeds from Share Premium	2821.50			
Proceeds from Warrant	1720.40			
Proceeds/ (Repayment) from long-term borrowings	0.00		-19.71	
Proceeds from short-term borrowing	2161.18		2152.60	
Lease Liabilities assumed	10.90			
Finance cost	-405.15		-283.81	
Cash flow from extraordinary items				
Net cash flow from / (used in) financing activities (C)		**6391.34**		**1849.08**
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		736.10		-269.40
Cash and cash equivalents at the beginning of the year		40.34		309.74
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents				
Cash and cash equivalents at the end of the year		**434.17**		**40.34**
Reconciliation of Cash and cash equivalents with the Balance Sheet:				
Closing Cash and cash equivalents as per Balance Sheet				
(a) Cash on hand		40.11		15.43
(b) Balances with banks				
(i) In current accounts		394.06		24.91
(ii) In EEFC accounts				
(iii) In Fixed deposit accounts				
(c) Interest accrued on deposits				
(d) Current investments considered as part of cash & cash equivalents				
		434.17		40.34

See accompanying notes forming part of the financial statements

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090569

PLACE : NEW DELHI
DATED : 30 MAY 2025

Garg Arun & Associates * NEW DELHI * Chartered Accountants

For RACE ECO CHAIN LIMITED

Director

PRANAV VASAN
NON EXECUTIVE DIRECTOR
DIN 07631095

For RACE ECO CHAIN LTD.

PIYANSHU SHARMA
CHIEF FINANCIAL OFFICER

For RACE ECO CHAIN LIMITED

Director

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

SHIVANI
COMPANY SECRETARY

RACE ECO CHAIN LIMITED

UNIT NO. 203, PLAZA-P-3, CENTRAL SQUARE BARA HINDU RAO, DELHI-110006

CIN NO. L37100DL1999PLC102506

Statement of Standalone Profit and Loss Account for the year ended 31 March 2025

(Rs. In Lacs, except EPS)

Particulars	Note No.	April 2024-Mar 2025	April 2023-Mar 2024
1. Total Income [sum of (a) to (b)]		**46,141.38**	**33,917.27**
(a) Revenue from Operations	20	46,029.91	33,849.88
(b) Other Income	21	111.47	67.39
2. Total Expenses [sum of (a) to (f)]		**45,665.06**	**33,647.17**
Cost of Materials Consumed			
a) Purchase of Stock-in-Trade	22	44,515.26	32,607.54
b) Cost of Raw Materials Consumed	23	216.80	22.89
c) Changes In Inventories of Finished Goods, Work-in-progress and Stock in Trade.	24	-89.32	13.79
d) Other Manufacturing expense	25	79.07	237.00
e) Employee benefits expense	26	268.74	224.88
f) Finance Costs	27	405.15	283.81
g) Depreciation and amortisation expense	2	67.84	66.26
h) Other expenses	28	201.53	191.00
3. Profit from ordinary activities before exceptional items (1-2)		**476.33**	**270.10**
4. Exceptional Items - net credit / (charge)			
5. Profit from Ordinary Activities Before Tax (3-4)		**476.33**	**270.10**
6. Tax expense			
a. Current Tax	35(a)	127.70	84.26
b. (Excess)/provison for tax related to earlier years		-7.64	
c. Deferred Tax	35(d)	-19.49	29.12
7. Net Profit from Continuing Operations [5-(6a.+6b.+6c.)]		**375.76**	**156.72**
8. Profit / (Loss) from Discountinued Operations (after tax)			
9. Net Profit for the period (7+8)		**375.76**	**156.72**
10. Other Comprehensive Income			
(a) (i) Items that will not be re-classified to Profit or Loss			
- Components of defined benefit costs		1.12	12.25
- Net Gain on Fair Value of Current Investments		-139.28	
(ii) Income Tax relating to those items	35(b)	34.77	3.08
(b) (i) Items that will be re-classified to Profit or Loss			
- Net Gain on Fair Value of Current Investments			
(ii) Income Tax relating to those items			
Total Other Comprehensive Income (a+b)		**-103.39**	9.17
11. Total Comprehensive Income/Loss for the period (net of tax) (9+10)		**272.37**	**165.89**
12. Paid up Equity Share Capital (face value Re. 10 per share)		1,725.72	1,643.22
13. Earnings Per Share (EPS) (of Re. 10/- each) (not annualised):			
(a) Basic EPS - Rs.		2.23	0.95
(b) Diluted EPS - Rs.		2.20	0.95
See accompanying notes to financial statements			

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564
PLACE : DELHI
DATED : 30 MAY 2025

Garg Arun & Associates Chartered Accountants NEW DELHI

For RACE ECO CHAIN LIMITED

Director

PRANAV VASAN
NON EXECUTIVE DIRECTOR
DIN 07631095

For RACE ECO CHAIN LIMITED

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER
PIYANSHU SHARMA
CFO

RACE ECO CHAIN LIMITED

SHIWATI
COMPANY SECRETARY

RACE ECO CHAIN LIMITED

UNIT NO. 203, PLAZA-P-3, CENTRAL SQUARE BARA HINDU RAO, DELHI-110006

CIN NO. L37100DL1999PLC102506

Standalone statement of changes in equity for the year ended March 31, 2025

A. Equity share capital	(Rs. in Lakh)
As at April 1, 2023	1,643.22
Changes in equity share capital during the year	0.00
As at March 31, 2024	1,643.22
Changes in equity share capital during the year	82.50
As at March 31, 2025	1,725.72

B. Other equity (Rs. in Lakh)

Particulars	Reserves and surplus					Total
	Share application money pending allotment	Capital reserve	Securities premium	General reserve	Retained Earnings	
Balance as at April 1, 2023					**413.76**	413.76
Profit for the year	-	-	-	-	**156.72**	156.72
Other comprehensive income for the year	-	-	-	-	**9.17**	9.17
Total comprehensive income for the year	-	-	-	-	**579.65**	579.65
Dividend paid	-	-	-	-	-	0.00
Other	-	-	-	-	-	0.00
Balance as at March 31, 2024	-	-	-	-	**579.65**	579.65
Profit for the year	-	-	-	-	375.76	375.76
Other comprehensive income for the year	-	-	-	-	-103.39	-103.39
Changes during the year	1720.40		2821.50		0.00	4541.90
Total comprehensive income for the year	**1720.40**	-	**2821.50**		**852.02**	5393.92
Dividend paid	-	-	-	-	-	-
Balance as at March 31, 2025	**1720.40**	-	**2821.50**	-	**852.02**	5393.92

The accompanying notes are an integral part of the financial statements.

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090568
PLACE : DELHI
DATED : 30 MAY 2025

FOR RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED

Director

PRANAV VASAN
NON EXECUTIVE DIRECTOR
DIN 07631095

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

PIYANSHU SHARMA
CFO

For RACE ECO CHAIN LIMITED

Director

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

SHIWATI
COMPANY SECRETARY

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION
FOR THE YEAR ENDED 31st MARCH, 2025

NOTE 1 Significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Corporate Information

RACE ECO CHAIN LIMITED ('the Company'), was incorporated on November 22, 1999 as a Company under the Companies Act, 1956 ('the Act'). The Company has registered office at .Shop No. 37, Shanker Market, Connaught Place, Central Delhi, New Delhi, India. The Company is listed on the BSE Limited and National Stock Exchange of India Limited (Recognised Stock Exchanges in India). The Company is primarily engaged in the business of Plastic Waste , Home furnishing, Madeup, Bags & Garments and Briquettes.

1.1 Basis of preparation

(i) Compliance with Ind AS

These standalone financial statements ('financial statements') of the Company have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs ('MCA') under section 133 of the Companies Act, 2013 ('Act') read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other relevant provisions of the Act. The Company has uniformly applied the accounting policies during the periods presented in these financial statements.

Amount in the Financial Statements are presented in Rs. Lakhs, unless otherwise Stated. Certain amounts that are required to be disclosed and do not appear due to rounding-off are expressed as 0.00.

The financial statements have been prepared on historical cost basis, except for the certain financial assets and financial liabilities measured at fair value (refer accounting policy regarding financial instruments).All assets and liablities have been classified as current and non current according to company's operating cycle other critera.

(ii) Use of estimates and judgments

The preparation of financial statements in conformity with Ind AS requires management to make estimates, judgments, and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities (including contingent liabilities) and disclosures as of the date of financial statements and the reported amounts of revenue and expenses for the reporting period. Actual results could differ from these estimates. Accounting estimates and underlying assumptions are reviewed on an ongoing basis and could change from period to period. Appropriate changes in estimates are recognized in the period in which the Company becomes aware of the changes in circumstances surrounding the estimates. Any revisions to accounting estimates are recognized prospectively in the period in which the estimate is revised and future periods.

(iii) Revenue Recognition

Revenue other than for those items to which Ind AS 109 Financial Instruments are applicable) is measured at fair value of the consideration received or receivable Revenue is recognised when (or as) the Company satisfies a performance obligation by transferring a promised service (i.e. an Asset) to a customer. An asset is transfered when (or as) the customer obtains control of that asset. When (or as) a performance obligation is satisfied, the Company recognises as revenue the amount of the servoce rendered (excluding estimates of variable consideration) that is allocated to that performance obligation.

The Company applies the five-step approach for recognition of revenue:

- Identification of contract(s) with customers;
- Identification of the separate performance obligations in the contract;
- Determination of transaction price;
- Allocation of transaction price to the separate performance obligations; and
- Recognition of revenue when (or as) each performance obligation is satisfied.

Fixed Price maintenance revenue is recognised retably on a staright line basis when serives are performed through or indefinite number of repititive acts overt a specified period.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

AUTHORISED SIGNATORY

Garg Arun & Associates
NEW DELHI
Chartered Accountants

(iv) **Interest income**

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the applicable interest rates. Interest income is included under the head "Other Income" in the Statement of Profit and Loss.

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income from a financial asset is recognized using the effective interest rate (EIR), which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

(v) **Other Income**

Other Income have been recogized on accrual basis in the Financial Statements, except when there is uncertainity of collection.

1.2 Income Tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961. Current tax assets and current tax liabilities are off set when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

1.3 Deferred Tax

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are recognized for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

Deferred tax liabilities are not recognized for temporary differences between the carrying amount and tax bases of investments in subsidiaries where the Company is able to control the timing of the reversal of the temporary differences and it is probable that the differences will not reverse in the foreseeable future.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

1.4 Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

(i) **Financial Assets**

(a) Initial recognition and measurement:

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

(b) Subsequent Measurement:

Debt instruments at amortized cost

a) Financial Asset' is measured at the amortized cost if both the following conditions are met:

b) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and

c) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
Chartered Accountants
NEW DELHI

(c) Debt Instrument at FVTPL

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

(d) De-recognition

The company derecognizes a financial asset when the contractual right to the cash flow from the financial asset end or it transfers the financial asset and the transfer qualifies for derecogition under Ind AS 109.

(e) Impairment of Financial Assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the financial assets that are debt instruments, and are measured at amortized cost e.g., loans, debt securities, deposits, trade receivables and bank balance.

ii) **Financial liabilities**

(a) Initial recognition and measurement

All Financial liabilities are recognized initially at fair value and fees of recurring nature are directly recognized in profit or loss as finance cost. The company's financial liabilities include trade and other payables.

(b) Subsequent Measurement:

Financial Liabilities are subsequently carried at amortized cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to short maturity of these instruments.

(c) De-recognition

A financial liability is de-recognized when the obligation under the liability is discharged or cancelled or expired or it transfers the financial liability and the transfer qualifies for de-recognition under Ind AS 109.

1.5 Tangible Property, Plant & Equipment (PPE):

Property, plant and equipment are stated at cost of acquisition less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition and installation of the assets.

(i) **Recognition:**

The cost of an item of property, plant and equipment is recognized as an asset if, and only if:

It is probable that future economic benefits associated with the item will flow to the entity; and

The cost of the item can be measured reliably.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced.

All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
Chartered Accountants
NEW DELHI

(ii) **Depreciation methods, estimated useful lives and residual value**

Depreciation is calculated using the written down value method to allocate their cost, net of their residual values, over their estimated useful life prescribed under Schedule II to the Companies Act, 2013. The Company provides pro-rata depreciation from the date of installation till date the assets are sold or disposed. Leasehold improvements are amortised over the term of underlying lease.
The Residual value and useful life is reviewed annually and any deviation is accounted for as a change in estimate.

Estimated useful lives of items of Property, Plant and Equipments are as follows:-

Assets	Useful life
Furniture and Fixtures	10 years
Computers	3 years
Vehicles	8 years
Building	30 years
Motor Bike	10 years
Office Equipments	5 years
Electrical Equipments	10 years
Plant & Machinery	15 years
Leasehold Improvements	Over the primary lease period or useful life. Whichever is less

The estimated useful lives and residual values of the Property Plant and Equipment are reviewed at the end of each financial year.

Property Plant and Equipment, individually costing less than Rupees five thousand, are fully depreciated in the year of purchase.

Depreciation on the Property Plant and Equipment added/disposed off/discarded during the year is provided from/upto the date when added/disposed off/discarded.

Gains or losses arising from the retirement or disposal of Property Plant and Equipment are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognized as income or expense in the Statement of Profit and Loss.

1.6 Leases

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

a. Measurement and recognition of leases as a Lessee:

The Company has adopted Ind AS 116 "Leases" using the cumulative catch-up approach. Company has recognized Right-of-use assets as at 1st September, 2024 for leases previously classified as operating leases and measured at an amount equal to lease liability (adjusted for related prepayments/ accruals)

Initial & Subsequent Measurement: The lease liability is initially measured at amortised cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of the leases. Lease liabilities are subsequently measured with a corresponding adjustment to the related right-of-use asset if the Company changes its assessment on exercise of an extension or a termination option.

The right-of-use assets are initially recognised at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. Subsequently, these are measured at cost less accumulated depreciation and impairment losses, if any.

Amortisation and Impairment: The Company depreciates the right-of-use assets on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The Company also assesses the right-of-use asset for impairment when such indicators exist.

Lease Liability and Right-of-Use Asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows

The Company has elected to account for short-term leases and leases of low-value assets using the practical expedients. Instead of recognising a right-of-use asset and lease liability, the payments in relation to these are recognized as an expense in Statement of profit and loss on a systematic basis of lease payment over the lease term.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
CA
NEW DELHI

b. Measurement and recognition of leases as a Lessor

As a lessor the Company identifies leases as operating and finance lease. A lease is classified as a finance lease if the Company transfers substantially all the risks and rewards incidental to ownership of an underlying asset.

For Finance leases- amounts due from lessees are recorded as receivables at the Company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

For Operating leases - Rental income is recognised on a straight-line basis over the term of the relevant lease.

1.7 Intangible Assets

(i) **Measurement at recognition:**

Intangible assets are recognized where it is probable that the future economic benefit attributable to the assets will flow to the Company and its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortization and impairment, if any.

Expenditure incurred on acquisition / development of intangible assets which are not put / ready to use at the reporting date is disclosed under intangible assets under development. The Company amortizes intangible assets on a straight-line basis over the five years commencing from the month in which the asset is first put to use. The Company provides pro-rata amortization from the day the asset is put to use.

Assets	Useful life
Software & Mobile Application	5 years

(ii) **Derecognition:**

The carrying amount of an intangible asset is derecognized on disposal or when no future economic benefits are expected from its use or disposal. Gains and losses on disposals are determined by comparing proceeds with carrying amount and are recognized in the statement of profit and loss when the asset is derecognized.

1.8 Employee benefits

(i) **Short-term obligations**

Short-term employee benefits comprise of employee costs such as salaries, bonus etc. are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related services are rendered. The Company recognises the costs of bonus payments when it has a present obligation to make such payments as a result of past events and a reliable estimate of the obligation can be made.

(ii) **Post-employment obligations**

Post-employment benefit plans are classified into defined benefit plans and defined contribution plans as under:-

(iii) **Defined contribution plan:**

Contribution made to the recognised provident fund, employees state insurance scheme etc. which are defined contribution plans, is charged to the Statement of Profit and Loss in the period in which they occur.

(iv) **Defined benefits plan:**

The Company has unfunded gratuity as defined benefit plan where the amount that an employee will receive on seperation/retirement is defined by reference to the employee's length of service and final salary. The liability recognised in the Balance Sheet in respect of gratuity is the present value of defined benefit obligation at the Balance Sheet date together with the adjustments for unrecognised actuarial gain or losses and the past service costs. The defined benefit obligation is calculated at or near the Balance Sheet date by an independent actuary using the projected unit credit method. Actuarial gains and losses comprise experience adjustment and the effects of changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
NEW DELHI
Chartered Accountants

1.9 Impairment of non-financial assets

At each reporting date, the Company assesses whether there is any indication based on internal / external factors, that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount of asset is the higher of its fair value or value in use. Value in use is based on the estimated future cashflows, discounted to their present value using a pre-tax discount rate that reflects the current market assessment of time value of money and the risks specific to it. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognised in the statement of profit and loss. All assets are subsequently reassessed for indications that an impairment loss previously recognised may no longer exist. An Impairment loss is reversed if there has been a change in estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the assets carrying amount would have been determined, net of depreciation or amortization, had no impairment loss been recognised.

1.10 Provisions and contingencies:

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the reporting date.

Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost.

Expected future operating losses are not provided for.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

Contingent Assets are neither recognized nor disclosed except when realization of income is virtually certain and the related asset is recognized.

1.11 Earnings per share

(i) **Basic earnings per share**

Basic earnings per share is calculated by dividing the net profit for the period (excluding other comprehensive income) attributable to equity share holders of the Company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus element in equity shares issued during the year.

(ii) **Diluted earnings per share**

Diluted earnings per share is computed by dividing the net profit for the period attributable to equity shareholders by the weighted average number of shares outstanding during the period as adjusted for the effects of all diluted potential equity shares except where the results are anti-dilutive.

1.12 Inventories

Raw Material & Traded Goods are valued at lower of cost and net realizable value. However, material & other items held for use in the trading are not written down below cost of the finished products in which they will be incorporated if they are expected to be sold at or above cost.

WIP & finished goods are valued at lower of cost & net realizable value.

Net realizable value is the estimated selling price in the ordinary course of business less estimated costs necessary to make the sale.

1.13 Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

1.14 Cash and cash equivalents

Cash amounts represent cash on hand and demand deposits. Cash equivalents are primarily short-term highly liquid investments with an original maturity of 90 days or less and which are subject to an insgnificant risk of change in value.

For RACE EGO CHAIN LIMITED

For RACE EGO CHAIN LIMITED

Director

For RACE EGO CHAIN LTD.

AUTHORISED SIGNATORY

Garg Arun & Associates * Chartered Accountants * NEW DELHI

RACE ECO CHAIN LIMITED

AS PER COMPANIES ACT, 2013

NOTE-02 (a) PROPERTY, PLANT & EQUIPEMENT

(Rs. in Lacs)

Particulars	Rate	Gross Block				Accumulated Depreciation				Net Block	
		Balance as on 01/04/2024	Additions	Deductions/ Adjustments	Balance as at 31/03/2025	Upto 31/03/2024	Additions	Deductions/ Adjustments	Balance as at 31/03/2025	W.D.V. as on 31.03.2025	W.D.V. as on 31.03.2024
PLANT & MACHINERY											
PLANT & MACHINERY	18.10%	55.74	21.94		77.68	29.47	5.66		35.13	42.55	26.28
					-				-		-
VEHICLES					-				-		-
Car Fortuner	31.23%	27.09			27.09	27.09	-		27.09	- 0.00	- 0.00
Activa Scooter	31.23%	0.88			0.88	0.65	0.07		0.72	0.16	0.23
Grand Vitara Car	31.23%	23.34			23.34	8.37	4.79		13.16	10.18	14.97
Maruti Eco	31.23%	6.46			6.46	3.34	1.09		4.43	2.03	3.13
Hiro Honda	31.23%	0.98			0.98	0.12	0.22		0.34	0.64	0.86
Creta Car	31.23%	17.64			17.64	1.35	4.22		5.57	12.07	16.29
Innova Car	31.23%	24.43			24.43	4.75	5.09		9.84	14.58	19.68
Kia Seltos	31.23%	23.05			23.05	0.99	5.76		6.75	16.30	22.06
Pulsar	31.23%	-	1.69		1.69	-	0.26		0.26	1.42	-
									-	-	-
FACTORY LAND & BUILDING									-	-	-
FACTORY LAND-56/33	9.50%	4.57			4.57	0.67	0.22		0.89	3.68	3.90
FACTORY BUILDING-56/33	9.50%	192.43			192.43	63.91	23.14		87.05	105.38	128.52
FACTORY BUILDING- A-16/2	9.50%	39.28			39.28	39.28	-		39.28	0.00	0.00
Elevator	45.07%	11.15			11.15	10.64	-		10.64	0.50	0.50
Electricity Service Line	9.50%	2.66			2.66	1.27	0.36		1.63	1.03	1.39
GENERATOR	45.07%	19.64			19.64	16.40	0.69		17.09	2.55	3.24
COMPUTER	63.16%	22.74	2.67		25.41	19.62	1.37		20.99	4.41	3.12
FURNITURE & FIXTURES	76.83%	30.65	3.22		33.86	21.84	3.02		24.87	9.00	8.80
Office Equipments	45.07%	52.52	3.40		55.92	35.15	8.14		43.29	12.63	17.37
Right of Use Asset			12.59		12.59	-	1.47		1.47	11.12	
Electric Equipment	25.89%	7.63	1.56		9.19	1.93	1.96		3.90	5.29	5.70
TOTAL		**562.90**	**47.05**		**609.95**	**286.85**	**67.57**		**354.42**	**255.53**	**276.04**
NOTE-02 (b)											
Capital Work In Progress		-	0.74		0.74	-	-	-	-	0.74	-
NOTE-02 (c) OTHER INTANGIBLE ASSETS											
INTANGIBLE ASSETS											
SOFTWARE AND MOBILE APPLICATIONS		9.51			9.51	6.20	0.28		6.48	3.03	3.31
									NET BLOCK	**259.30**	**279.35**
									DEPRECIATION	**67.84**	

Gang Arun & Associates Chartered Accountants NEW DELHI

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED on 31ST March, 2025

Note 3 Non- Current Investments

		Shares/ Units			Amount	
		3/31/2025	3/31/20		3/31/2025	3/31/20
		Number	Number			
(I) Investment at cost						
Abhay Innovative Recycling Limited	Subsidiary	-	3,774,800.00	Unquoted	0.00	377.48
India Polymer Pvt Ltd	Subsidiary	6,500.00	6,500.00	Unquoted	0.65	0.65
Silverline Eco Thrive Limited - Share	Subsidiary	3,187,500.00	-	Unquoted	318.75	0.00
Ganesha recycling Chain Private Limited	Subsidiary	3,060,000.00		Unquoted	306.00	0.00
Vasundhara Envirogreen Private Limited	Subsidiary	950,000.00		Unquoted	95.00	0.00
Prime Industries Limited :-Share	Associate	4,350,000.00	4,350,000.00	Quoted	565.50	141.38
Enviro Ecoplast Private Limited	Others	1,000.00	1,000.00	Unquoted	0.10	0.10
(II) Investment at FVTOCI						
Rudra Ecovation Limited :-Warrant	Others	2,085,000.00	0.00	Quoted	861.52	0.00
Total		**11,555,000.00**	**8,132,300.00**		**2,147.52**	**519.61**
Location wise breakup of Investments						
Investment in India		11,555,000.00	8,132,300.00		2,147.52	519.61
Investment Outside India		0.00	0.00		-	-
Total		**11,555,000.00**	**8,132,300.00**		**2,147.52**	**519.61**
Less: Allowance for impairment loss		0.00	0.00		-	-
Total (net)		**11,555,000.00**	**8,132,300.00**		**2,147.52**	**519.61**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
Chartered Accountants
NEW DELHI

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED on 31ST March, 2025

Note4 **Other Financial Assets**

(Rs. in Lacs)

Particulars	As at 31st March 2025	As at 31st March 2024
(a) Non-Current		
Deposits with Banks		
FDR pledged with Bank as margin for CC	1,368.24	16.15
FDR not pledged with Bank	1.23	
At Amortised Cost		
Unsecured, Considered Good		
Deposits		
Security Deposit	10.76	10.76
Total (A)	**1,380.23**	26.91
(b) Current		
At Amortised Cost		
Unsecured, Considered Good		
Deposits		
(a) Security Deposit		
Security Deposit for Rent	38.05	34.12
Security With Others	6.06	1.06
Total (B)	**44.10**	35.17
Total (A+B)	**1,424.34**	62.08

* The Fixed deposit as other non-current financial assets includes deposit with remaining maturity above 12 months.
* Security Deposits for rent given are measured at Amortized Cost

Note 5 **Deferred Tax Assets (Net)**

(Rs. in Lacs)

PARTICULARS	As at 31st March 2025	As at 31st March 2024
Opening Balance	4.12	24.39
Add: Current Year Deferred Tax Asset / (Liability)	-54.27	-29.51
Net (Deferred Tax Assets)/ Liabilities	**-50.14**	-4.12

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
Chartered Accountants
NEW DELHI

Note 6 **Other Current Assets** (Rs. in Lacs)

[redacted]	March 2025	March 2024
Current		
Unsecured, Considered Good		
Advance to Suppliers	419.30	75.63
Advance to employees	36.35	4.46
Prepaid Expenses	2.74	1.09
Advance to Abhay Innovative Recycling Limited	-	0.15
Duty Draw back Receivable	-	0.25
Rodtep Receivable	1.26	0.46
Duties & Taxes	102.63	23.41
Total (b)	**562.28**	105.44
TOTAL [(a)+(b)]	**562.28**	105.44

Note 7 **Inventories** (Rs. in Lacs)

[redacted]	March 2025	March 2024
Inventories :		
a) Raw		
Fabric	8.00	71.51
Total	**8.00**	71.51
b) Work In		
Progress Sub		
Total		
c) Finished		
Bags	-	-
Puma Products	-	11.54
Total	-	11.54
d) Stock-in-Trade		
Waste Scrap	-	-
Bed Sheets	100.86	-
Total	100.86	
Total Inventories	**108.86**	83.05

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
Chartered Accountants
NEW DELHI

Note 8 **Trade Receivables**

(Rs. in Lacs)

		As at 31st March 2024
Trade Receivables- From Related Parties	279.44	-
Trade Receivables-From Others	9,230.22	5,322.28
TOTAL	**9,509.66**	**5,322.28**
Less : Impairment allowance		
Total Trade Receivables (net of Impairement)	**9,509.66**	5,322.28

a.) Ageing Schedule - Trade receivable

(Rs. in Lacs)

		As at 31st March 2024
Undisputed - Considered Good		
- Less than 6 Months	9,367.52	4,978.61
- 6 Months- 1 year	71.81	252.83
- 1-2 years	13.31	90.84
- 2-3 Years	57.01	-
- More than 3 Years	-	-
Undisputed Trade Receivables-which have significant increase in credit risk	-	-
Undisputed Trade Receiveables-Credit Impaired	-	-
Disputed - Considerd good	-	-
Disputed Trade Receivables-which have significant increase in credit risk	-	-
Disputed Trade Receiveables-Credit Impaired	-	-
Total	**9,509.66**	5,322.28

Note 9 **Cash & Cash Equivalents**

(Rs. in Lacs)

		As at 31st March 2024
Cash in Hand	40.11	15.43
Balance with Banks in Current Accounts ^	394.06	24.91
	434.17	**40.34**

The Fixed deposit with Banks as cash & cash equivalent are the deposit with original maturity upto 3 months.^

Note 10 **Short Term Loans and Advances**

(Rs. in Lacs)

		As at 31st March 2024
Short - Term Loans and Advances:		
At Amortised Cost		
Unsecured , Considered Good		
Inter Corporate Loan to Related Parties	916.28	
Inter Corporate Loan	25.69	853.99
	941.97	**853.99**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

DIRECTOR

RACE ECO CHAIN LIMITED

Garg Arun & Associates NEW DELHI Chartered Accountants

Note 11 **Current Tax Assets (net)**

(Rs. in Lacs)

[redacted]	As at 31st March 2025	As at 31st March 2024
Advance Income Tax/TDS/TCS (net of provision)		
TDS Receivables	58.42	61.25
TOTAL	**58.42**	**61.25**

Note 12 **Equity Share Capital**

(Rs. in Lacs)

[redacted]	As at 31st March 2025	As at 31st March 2024
Authorised Share Capital		
2,50,00,000 Shares (Previous year 2,50,00,000) of Rs. 10 each	2,500.00	2,500.00
	2,500.00	2,500.00
Issued, Subscribed & Paid-up Share Capital		
17257200 Shares (Previous year 16432200.) of Rs. 10 each	1,725.72	1,643.22
TOTAL	**1,725.72**	1,643.22

Terms/Rights attached to Equity Shares

The Company has only one class of equity shares each having a par value of Rs. 10 per share. All these shares have same rights & preferences with respect to payment of dividend, repayment of capital and voting.

Reconciliation of number of equity share outstanding at the beginning and at the end of the period

(Rs. in Lacs)

[redacted]	As at 31st March 2025	As at 31st March 2024
Number of shares outstanding as at the beginning of the period	164.32	164.32
Add : Shares issued during the year.	8.25	-
Number of shares outstanding as at the end of the period	**172.57**	164.32

Share held in the company by each shareholder holding more than 5%

(Rs. in Lacs)

[redacted]	As at 31st March 2025	As at 31st March 2024
A) Sangeeta Pareekh	43.20	43.20
B) BLP Equity Research Private Ltd	23.40	23.40
C) Puja Malik	9.85	9.85

Details of Promoters holding end of the Year

(Rs. in Lacs)

[redacted]	As at 31st March 2025	As at 31st March 2024
A) Sangeeta Pareekh	43.20	43.20
B) BLP Equity Research Private Ltd	23.40	23.40
C) Dinesh Pareekh	7.00	7.00

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
NEW DELHI
Chartered Accountants

Note 13 **Other Equity**

PARTICULARS	As at 31st March 2025	As at 31st March 2024
I) Reserves & Surplus		
a. Retained Earnings		
Balance at the beginning of the period	547.20	390.48
Add: Profit/Loss for the period	375.76	156.72
Less: Bonus Share Issue	-	-
Balance at the end of the period	**922.95**	547.20
TOTAL (I)	**922.95**	547.20
II) Other Comprehensive Income		
Balance at the beginning of the period	32.45	23.28
Add: Transfer during the year	-103.39	9.17
Balance at the end of the period	**-70.94**	32.45
TOTAL (II)	**-70.94**	32.45
III) Share Premium		
Balance at the beginning of the period	-	-
Add: Transfer during the year	2,821.50	-
Balance at the end of the period	-	-
TOTAL (III)	**2,821.50**	-
IV) Share Application Money Pending Allotment		
Balance at the beginning of the period		
Add: Transfer during the year	1,720.40	
Balance at the end of the period		
TOTAL (IV)	**1,720.40**	
TOTAL OTHER EQUITY (I+II+III+IV)	**5,393.92**	579.65

Nature & Purpose of Reserves:

Retained Earnings: Retained earnings represents surplus / accumulated earning of the company and are available for distribution to shareholders

Other Comprehensive Income: This represents the cumulative gains and losses arising on the fair valuation of equity instruments measured at fair value through other comprehensive income. and present value of Defined benefit obligation.

Note 14 **Borrowings** **(Rs. in Lacs)**

PARTICULARS	As at 31st March 2025	As at 31st March, 2024
(a) Long Term Borrowings		
Carried at Amortized Cost		
Secured Loans		
Term Loans from Banks/Financial Institution		
	-	-
Total (I)	-	-

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED

Garg Arun & Associates Chartered Accountants NEW DELHI

(b) Short Term Borrowings

Carried at Amortized Cost		
Secured Loans		
CASH CREDIT LIMITS FROM		
ICICI Bank Limited	1,000.51	648.14
(Mortagage against Plot No. 56/33,Near Atlas Factory, Site-4 ,Ghaziabad,Sahibabad UP India 201010) and personal Garrentee of Mr Sunil Kumar Malik & Mr. Pranav Wason.		
HDFC Bank Limited	1,762.86	
(Exlusive Charge on Movable Fixed Assets and Fixed Deposit of Rs 1325 Lac)	-	-
Working Capital Demand loan from		
Tata Capital Limited	705.16	
(Personal Guarantee of Mr Sunil Kumar Malik)		
Sale Invoice Discounting Limit (Bill Discounting Limit)	-	-
S G Finserve Ltd.	2,015.46	662.89
Note:- (all the above facalities are further secured by first Pari passu charge by way of HP of both present & future Current Assets among HFDC bank, ICICI Bank, Tata Capital Limited and S G Finserve Ltd.)		
Unsecured Loans		
Related Parties		
Loan From Director	-	3.10
Intercorporate Loan		
Share India Capital Pvt Ltd.	-	243.14
BGP 11 ANALYTICS Pvt.Ltd.	-	213.00
Anmol Financial Services Ltd.	-	202.71
Devbhoomi Commercial Pvt Ltd.	-	54.66
SVP Housing Limited	361.08	335.91
Securocrop Securities India Private Limited	-	957.94
BLP Equity Research Pvt. Ltd.	-	362.36
Total (II)	**5,845.06**	3,683.88
Total (I+II)	**5,845.06**	3,683.88

Note :The company has not defaulted in the repayment of Borrowings and interest thereon for the year ended of March 31, 2025

Note 15 Lease Liabilities

(Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Carried at Amortized Cost		
(a) Non-Current		
Lease Obligation	8.80	
TOTAL (a)	**8.80**	
Carried at Amortized Cost		
(a) Current		
Lease Obligation	2.10	
TOTAL (b)	**2.10**	
TOTAL [(a)+(b)]	**10.90**	

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates Chartered Accountants NEW DELHI

Note 16 **Trade Payables** (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Current		
Total outstanding dues of micro, small and medium enterprises (A)		
Total outstanding dues of creditor other than micro, small and medium enterprises (B)	2,324.33	1,286.93
	2,324.33	1,286.93
TOTAL [(a)+(b)]	**2,324.33**	1,286.93

Ageing Schedule - Current Trade payable (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
i) MSME		
Less than 1 year	-	-
1-2 years		
2-3 years		
More than 3 years		
ii) Others		
Less than 1 year	2,310.68	1,211.73
1-2 years	13.65	70.40
2-3 years	-	4.79
More than 3 years		
iii).Disputed dues – MSME		
iv) Disputed dues - Others		
Total	**2,324.33**	1,286.93

Note 17 **Provisions** (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
(a) Non-Current		
Provision for Employee Benefits		
Gratuity	14.75	9.82
TOTAL	**14.75**	9.82
(b) Current		
Provision for Employee Benefits		
Gratuity	0.41	0.18
Other Provisions		
Provision for Current Tax	127.70	87.35
TOTAL	**128.11**	87.52

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
Chartered Accountants
NEW DELHI

Note 18 **Other Current Financial Liabilities**

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Expenses Payable	12.00	9.53
Bonus Payable	2.77	
ESI & PF Payable	0.18	
Sitting Fees Payable	11.07	
Salary Payable	22.93	
TOTAL	**48.95**	**9.53**

Note 19 **Other Current Liabilities** (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Advance Received from Customers	-	11.93
Duties & Taxes Payable	4.94	7.75
Salary Payable	-	3.05
TOTAL	**4.94**	**22.73**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates * Chartered Accountants * NEW DELHI

Note 20 **Revenue from Operations** (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Manufacturing Sale		
Sale of Recycled Products	811.00	233.68
Trading Sale		
Sale of Waste Material	43,265.39	29,185.67
Sale of Biomass Products	1,870.70	4,430.54
Sale of Bagasse	64.00	-
Sale of Fabric	0.27	-
Jobwork		
Sale of Recycled Products	18.54	-
TOTAL	**46,029.91**	**33,849.88**

Note 21 **Other Income** (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Interest on FDR	44.57	2.14
Rental Income	2.17	
Interest Income	52.58	38.71
Interest on Security Deposit	0.05	
Rebate & Discount	-	0.19
Creditors Written Off	10.00	24.00
Short & Excess	0.00	0.00
Handling Charges	0.11	0.98
Duty Draw Back Income	1.21	0.90
Rodtep Incentive	0.79	0.46
TOTAL	**111.47**	**67.39**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
NEW DELHI
Chartered Accountants

Note 22 **Purchase of Stock-in-Trade** (Rs. in Lacs)

PARTICULARS	As at 31st March 2025	As at 31st March 2024
Waste Material	42,043.66	28,166.94
Biomass Products	1,844.85	4,368.17
Recycable Products	563.25	72.43
Bagasse Products	61.21	
Fabric Products	2.29	
TOTAL	**44,515.26**	**32,607.54**

Note 23 **Cost of Raw Material Conusmed** (Rs. in Lacs)

PARTICULARS	As at 31st March 2025	As at 31st March 2024
Opening Stock of Raw Material		
Fabric	71.51	36.19
Add:-	-	-
Fabric	153.28	58.21
	224.80	**94.40**
Less:-		
Closing Sock		
Fabric	8.00	71.51
	8.00	**71.51**
TOTAL	**216.80**	**22.89**

Note 24 **Change in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade:** (Rs. in Lacs)

PARTICULARS	As at 31st March 2025	As at 31st March 2024
Finished Goods	-	-
Finished Goods at the beginning of the year	-	-
Less: Finished Goods at the end of the year	-	-
Puma Products	-	-
	-	
Sub - Total (A)	-	-
	-	
Work-in-Progress at the End of the Year	-	-
Less: Work-in-Progress at the End of the Year	-	-
Sub - Total (B)	-	-
	-	-
Stock-in-Trade	-	-
Stock at the Beginning of the Year	11.54	25.33
Less: Stock at the End of the Year	-100.86	11.54
Sub - Total (C)	**-89.32**	**13.79**
(Increase) / Decrease in Inventories (A+B+C)	**-89.32**	**13.79**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

FOR RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
Chartered Accountants
NEW DELHI

Note 25 **Other Manufacturing Expenses** (Rs. in Lacs)

PARTICULARS	As at 31st March 2025	As at 31st March 2024
Freight & Cartage	15.26	175.83
Job Work Charges	54.30	46.62
Other Manufacturing Exp.	9.50	14.55
	79.07	**237.00**

Note 26 **Employee Benefits Expense** (Rs. in Lacs)

PARTICULARS	As at 31st March 2025	As at 31st March 2024
Directors Remuneration	27.60	28.95
Salaries & Wages	216.27	175.65
Gratuity	3.19	6.10
Bonus	6.57	4.25
Contribution to Provident Fund	1.03	1.17
Contribution Towards ESI	0.97	0.68
Administration Expenses on PF & ESI	0.08	0.08
Incentive to Staff	3.87	1.58
Staff Welfare Exp.	7.16	5.51
Leave Encashment	0.65	-
Overtime Expense	1.36	0.91
TOTAL	**268.74**	**224.88**

Note 27 **Finance Cost** (Rs. in Lacs)

PARTICULARS	As at 31st March 2025	As at 31st March 2024
Bank Charges	1.16	1.81
Bank Interest	103.54	-
Car Loan Interest	-	1.04
Interest on Lease Liab	0.61	-
Interest on Loan	284.77	266.29
Loan Processing Charges	15.07	14.67
TOTAL	**405.15**	**283.81**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
Chartered Accountants
NEW DELHI

Note 28 **Other Expenses**

(Rs. in Lacs)

	[illegible]	[illegible]
(B) ADMINISTRATIVE EXPENSES		
Annual Listing Fees	6.00	-
Annual Maintenance Charges	0.67	0.67
Bad Debt	0.08	19.35
BSE Processing Fees	-	4.10
Business Promotion Exp.	18.77	5.34
Clearing & Forwarding Exp.	1.89	0.92
Commission	32.39	6.52
Conveyance Expenses	0.95	1.00
Cartage expense	0.03	
Electricity & Generator Charges	27.47	30.31
Festival Exp.	1.98	7.25
Foreign Exchange Fluculation Exp.	0.31	0.55
Insurance Exp.	5.58	3.23
Late Fee GST	0.01	1.23
Loss on Disposal of ROU & Lib.	-	3.91
Misc Exp.	1.34	0.76
Municipal Taxes	0.31	0.79
NSDL Charges	4.04	-
Office Exp.	3.46	3.32
Other Exp.	0.15	0.20
Penalties & Interest	0.63	0.40
Postage & Courier exp.	0.50	0.26
Printing & Stationery Exp.	4.32	2.71
Professional Charges	36.89	51.47
Director Sitting Fees	12.30	7.25
Rent Exp.	2.14	3.20
Repair and Maintainence	2.53	4.17
ROC Fees	0.34	1.07
Round off	0.00	
Security Expenses	1.66	0.98
Server Rent	-	0.51
Software Exp.	1.62	1.27
Subscriptionn charges	0.22	
Interest on Tds & Income tax exp	5.22	0.08
Audit Fees	10.00	4.00
Telephone Exp.	1.15	1.24
Testing Exp.	0.13	0.18
Marine insurance Exp.	-	0.96
Tour & Travelling Exp.	14.17	19.59
Website Maintainance Charges	1.49	1.15
Debtors Written off	0.79	0.08
Statutory Expense	-	0.98
Total(B)	**201.53**	**191.00**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
Chartered Accountants
NEW DELHI

(ii) Transactions with Related Parties

The Transactions have been summarized in the below table; and as the company has voluminous transactions during the period, thus, details have been provided in table (iii) for transactions having value more than Rs. 1 Lac only (Material Transactions).

The following transactions were carried out with related parties in the ordinary course of business:

(Rs. in Lacs)

Nature of Transaction	2024-25		2023-24	
	Transaction	Balance	Transaction	Balance
Key Management Personnel				
Remuneration & Incentives				
(a) Mr. Sunil Kumar Malik	24.00		24.00	
(b) Mr. Anshu Agarwal	0.00		3.90	
(c) Mr. Ramanand Gupta	0.00		4.95	
(d) Ms. Shiwati	7.29		6.73	
(e) Piyanshu Sharma	5.00		3.26	
Loan Taken				
Mr. Sunil Kumar Malik	0.00	0.00	7.38	3.10
Mr. Dinesh Pareekh	0.00	0.00	400.00	200.00
Intercorporate Loan Taken				
Securocrop Securities India Private Limited	0.00	0.00	200.00	853.00
BLP Equity Research Pvt Ltd	0.00	0.00	0.00	325.00
BGP 11 ANALYTICS PVT LTD	0.00	0.00	400.00	200.00
Loan Repaid				
Mr. Sunil Kumar Malik	3.10	0.00	18.51	3.10
Mr. Dinesh Pareekh	0.00	0.00	225.00	0.00
Intercorporate Loan Repaid				
BLP Equity Research Pvt Ltd	325.00	0.00	0.00	325.00
BGP 11 ANALYTICS PVT LTD	200.00	0.00	200.00	0.00
Securocrop Securities India Private Limited	853.00	0.00		
SVP Housing Limited	0.00	300.00		
Interest paid on Intercorporate Loan				
BLP Equity Research Pvt Ltd	14.79	0.00	27.22	37.36
Securocrop Securities India Private Limited	30.98	0.00	55.52	104.94
BGP 11 ANALYTICS PVT LTD	8.83	0.00	13.00	13.00
SVP Housing Limited	30.76	61.08		
Loan Given				
Vista Furnishing Pvt Ltd	0.00	0.00	75.00	0.00
Kalyan Capitals Limited	243.00	75.00	1292.55	807.62
India Polymer Pvt Limited	24.76	0.53		
Ganesha Recycling Chain Pvt Ltd	1098.36	211.52		
Silverline Eco Thrive Limited	585.21	585.21		
Loan Received Back				
Vista Furnishing Pvt Ltd	0.00	0.00	264.00	0.00
Kalyan Capitals Limited	975.62	75.00	592.78	807.62
India Polymer Pvt Limited	24.23	0.53	0.00	0.00
Ganesha Recycling Chain Pvt Ltd	886.83	211.52	0.00	0.00
Silverline Eco Thrive Limited	0.00	585.21	0.00	0.00
Interest received				
Vista Furnishing Pvt Ltd	0.00	0.00	3.22	0.00
Kalyan Capitals Limited	55.28	24.41	27.44	22.60
Ganesha Recycling Chain Pvt Ltd	2.65	2.17		
Silverline Eco Thrive Limited	21.32	17.44		
India Polymer Pvt Limited	0.00	0.00		
Purchases Made				
Vista Furnishing Pvt Ltd	744.17	39.53	2.27	0.00
Gem Enviro Management Private Limited	6.00	0.83	0.00	0.00
Silverline Eco Thrive Limited	1189.00	352.35	0.00	0.00
Sales Made				
Vista Furnishing Pvt Ltd	160.77	146.13	6.42	0.00
Gin Spin Pvt.Ltd	89.31	89.31	0.00	0.00
Kalyan Capitals Limited	0.00	0.00	0.39	0.00
Briquettes Vista Furnishing Pvt. Ltd.	0.00	0.00	9.65	0.00

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

Garg Aturi & Associates Chartered Accountants NEW DELHI

RACE ECO CHAIN LIMITED

CHIEF FINANCIAL OFFICER

Garg Arun & Associates Chartered Accountants NEW DELHI

Note 35 **Income Taxes**

The Company pays taxes according to the rates applicable in India. Most taxes are recorded in the income statement and relate to taxes payable for the reporting period (current tax), but there is also a charge or credit relating to tax payable for future periods due to income or expenses being recognised in a different period for tax and accounting purposes (deferred tax). Tax is charged to equity when the tax benefit exceeds the cumulative income statement expense on share plans.The Company provides for current tax according to the tax laws of India using tax rates that have been enacted or substantively enacted by the balance sheet date. Management periodically evaluates positions taken in tax returns in respect of situations in which applicable tax regulation is subject to interpretation. It establishes provisions, where appropriate, on the basis of amounts expected to be paid to the tax authorities.

Deferred tax is provided, using the liability method, on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax is recognised in respect of all temporary differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date.

A deferred tax asset is recognised when it is considered recoverable and Therefore recognised only when, on the basis of all available evidence, it can be regarded as probable that there will be suitable taxable profits against which to recover carried forward tax losses and from which the future reversal of underlying temporary differences can be deducted. Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the temporary differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

a.) Income Tax Expense recognised in Statement of Profit and loss for the period:

(Rs. In Lacs)

Particulars	For the period ended	
	31st March, 2025	31st March, 2024
Current Tax:		
- Relating to Current year	127.70	84.26
- Relating to Preceding year	-7.64	0.00
Deferred Tax:		
- Relating to Current year	-19.49	29.12
Total	**100.57**	**113.38**

b.) Income tax expense/(benefit) recognised directly in other comprehensive income for the period:

(Rs. In Lacs)

Particulars		For the period ended	
		31st March, 2025	31st March, 2024
Income tax expense/(benefit) recognised in other comprehensive income			
- Relating to Tax effect on actuarial (gain)/ loss on defined benefit obligations		0.28	3.08
- Related to Tax effect on net gain/(loss) on fair value of current investment		-35.05	-
Total		**-34.77**	**3.08**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Garg Arun & Associates Chartered Accountants NEW DELHI

Note 36 **Fair value measurement**

Fair value hierarchy:

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based onquoted market prices at the end of the reporting period. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3 : If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

Fair value measurement
(i). Accounting classification and fair values

The following table shows the carrying amount and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy as at 31st March, 2025

(Rs. in Lakhs)

Particulars	Carrying amount			Total	Fair Value			Total
	FVPL	FVOCI	Amortised Cost		Level 1	Level 2	Level 3	
Financial assets:								
(a) Cash and Cash equivalents	-	-	434.17	434.17	-	-	-	-
(b) Bank Balance other than (a) above	-	-	-	-	-	-	-	-
(c) Derivative financial instruments	-	-		-	-	-	-	-
(d) Securities for trade	-	-	-	-	-	-	-	-
(e) Receivables				-	-	-	-	-
(I) Trade Receivables	-	-	9,509.66	9,509.66	-	-	-	-
(II) Other Receivable	-	-	-	-	-	-	-	-
(f) Loans	-	-	941.97	941.97	-	-	-	-
(g) Investments	-	0.01	2,147.51	2,147.52	0.01	-	-	0.01
(h) Other Financial assets	-	-	1,424.34	1,424.34	-	-	-	-
Total financial assets	-	0.01	14,457.65	14,457.66	0.01	-	-	0.01
				-				
Financial liabilities:								
(a) Derivative financial instruments	-	-	-	-	-	-	-	-
(b) Payables				-				
(I)Trade Payables			2,324.33	2,324.33	-	-	-	-
(II) Other Payables				-				
(c) Debt Securities				-				
(d) Borrowings (Other than Debt Securities)	-	-	5,845.06	5,845.06	-	-	-	-
(e) Lease Liabilities	-	-	10.90	10.90	-	-	-	-
(f) Other financial liabilities		-	48.95	48.95	-	-	-	-
Total financial liabilities	-	-	8,229.24	8,229.24	-	-	-	-

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

FOR RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

Gary Arun & Associates Chartered Accountants NEW DELHI

(ii). Financial instruments not measured at fair value

Financial assets not measured at fair value includes cash and cash equivalents, trade receivables, loans and other receivables. These are financial assets whose carrying amounts approximate fair value largely due to their short term nature.

Additionally, financial liabilities such as trade payables, borrowings and Lease liabilities are not measured at fair value, whose carrying amounts approximate fair value largely due to the nature of these liabilities.

Note 37 **Financial risk management**

Company has operations in India. Whilst risk is inherent in the Company's activities, it is managed through an integrated risk management framework, including ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Company's continuing profitability and each individual within the Company is accountable for the risk exposures relating to his or her responsibilities. The Company is exposed to credit risk, liquidity risk and market risk. It is also subject to various operating and business risks.

A. Market Risk

Market risk is the risk that the fair value or future Cash flows of a financial instrument will fluctuate because of changes in market prices. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

(i) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates.
The company's exposure to foreign currency risk at the end of reporting period is shown in note no 37

(ii) Interest rate risk

The Company is exposed to Interest risk if the fair value or future cash flows of its financial instruments will fluctuate as a result of changes in market interest rates. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates.

The Company's interest rate risk arises from interest bearing deposits with bank and loans given to customers. Such instruments exposes the Company to fair value interest rate risk. Management believe that the interest rate risk attached to this financial assets are not significant due to the nature of this financial assets.

(iii) Market price risks

The Company is exposed to market price risk, which arises from FVTPL and FVOCI investments. The management monitors the proportion of these investments in its investment portfolio based on market indices. Material investments within the portfolio are managed on an individual basis and all buy and sell decisions are approved by the appropriate authority.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

CHIEF FINANCIAL OFFICER

Garg Arun & Associates
NEW DELHI
Chartered Accountants

B. Liquidity risk

Liquidity risk is the risk that the entity will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The entity's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the entity's reputation

Prudent liquidity risk management requires sufficient cash and marketable securities and availability of funds through adequate committed credit facilities to meet obligations when due and to close out market positions.

The Company has a view of maintaining liquidity with minimal risks while making investments. The Company invests its surplus funds in short term liquid assets in bank deposits and liquid mutual funds. The Company monitors its cash and bank balances periodically in view of its short term obligations associated with its financial liabilities.

The table below summarises the maturity profile of the Company's financial liabilities based on the contractual undiscounted payments.

(Rs. in Lacs)

Particulars	On Demand / less than 3 months	Payable within 3 to 12 months	Payable more than 1 year and less than 5 year	Payable more than 5 year
Year ended 31st March 2025				
Payables				
(I) Trade payables		2,310.68	13.65	-
(II) Other payables		4.94	-	-
Borrowings (Other than debt securities)		5,845.06	-	-
Year ended 31st March 2024				
Payables				
(I) Trade payables		1,211.73	75.19	-
(II) Other payables		22.73	-	
Borrowings (Other than debt securities)		3,035.73	-	-

C. Credit risk

Credit risk is the risk that the Company will incurr a loss because its customers or counterparties fail to discharge their contractual obligation. The Company manages and controls credit risk by setting limits on the amount of risk it is willing to accept for individual counterparties, and by monitoring exposures in relations to such limits.

The maximum exposure to credit risk for each class of financial instruments is the carrying amount of that class of financial instruments presented in the financial statements. The Company's major classes of financial assets are cash and cash equivalents, loans, investment in mutual fund units, term deposits, trade receivables and security deposits.

Deposits with banks are considered to have negligible risk or nil risk, as they are maintained with high rated banks / financial institutions as approved by the Board of directors.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

Director

Garg Arun & Associates
Chartered Accountants
NEW DELHI

NOTE : 38 **Contingent liabilities (to the extent not provided for)**

(Rs. in Lacs)

Particulars	As at 31st March, 2025	As at 31st March, 2024
(i) Guarantees given	Nil	Nil
(ii) Demand in respect of income tax matters (Refer Note a below)	18.85	Nil

(a) Demand in respect of income tax matters # :-

(i) The Company has outstanding demand of Rs. 14.44 lacs related to Assessment Year 2024-25 ,Rs. 0.91 lacs to Assessment Year 2021-22, Rs.0.49 lacs to Assessment Year 2010-11 and Rs.2.99 lacs to Assessment Year 2009-10 in respect of Income Tax matters.

The Company is contesting these demands and the management believe that its position will likely to be upheld in the appellate process/rectifications etc. and accordingly no provision has been accrued in the financial statements for these tax demand raised. The management believes that the ultimate outcome of this proceeding will not have a material adverse effect on the Company's financial position and results of operations.

Based on favourable decisions in similar cases, the Company does not expect any liability against these matters in accordance with principles of Ind AS -12 'Income taxes' read with Ind AS -37; Provisions, Contingent Liabilities and Contingent Assets' and hence no provision has been considered in the books of accounts for such instances.

The above amounts doesn't contain interest and penalty where included in the order issued by the department to the Company.

NOTE : 39 **Commitments**

Particulars	As at 31st March, 2025	As at 31st March, 2024
Estimated amount of contracts remaining to be executed on capital account.	Nil	Nil

NOTE : 40 **Title deeds of immovable property not held in the name of the company.**

The Company holds title deeds of all the immovable property (Other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) in the name of the company.

NOTE : 41 **Details of Loan & Advances in the nature of loan granted to Promoters, Directors, Key Management Personnel & the related parties (as defined under Company Act 2013)**

(a) Repayable on demand or
(b) Without specifying any term or period of repayment

The company has not granted loans or advances in the nature of loans to the director, promoters, Key managerial personnel and their relatives.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates
Chartered Accountants
NEW DELHI

NOTE : 42 Ratio analysis

S. No.	Ratio	Numerator	Denominator	Current Period	Previous Period	% of Variance	Reasons of Variance
1	Current Ratio	Current Assets	Current Liabilities	1.40	1.28	9.29	
2	Debt Equity ratio	Total Debt	Shareholders Equity	3.39	2.24	51.08	During the Year there is an infusion of Short term borrowings in the Company
3	Debt Service Coverage ratio	Earnings Available for Debt Service (Net profit before Taxes+ Non Cash operating Expenses Depriciation and Auxillary+ Interest+ other Adjustments like loss on sale of Fixed Assets etc)	Debt Service (Interest+Lease Payments+ Principal Repayments)	2.34	2.19	7.23	
4	Return on Equity	Net Profit after tax- Prefered Dividend (If Any)	Equity	22%	10%	128.30	Due to increased operating revenue the net profit increased resulting in increased Ratio.
5	Inventory Turnover Ratio	Cost of Goods Sold or Sales	Average Inventory	479.70	468.27	2.44	
6	Trade Receivable Turnover Ratio	Net Credit Sale	Average Accounts receivable	6.21	7.53	-17.53	
7	Trade Payable Turnover Ratio	Net Credit Purchase	Average Trade Payable	24.65	26.52	-7.05	
8	Net Capital Turnover Ratio	Net Sales	Average Working Capital	13.92	23.99	-41.96	During the year the operating Revenue increased as Compared to the Previous year)
9	Net Profit ratio	Net Profit	Net Sales	0.82	0.46	76.32	During the year the net profit of the Company Increased
10	Raturn on Capital Employed	Earning before Interest & Taxes	Capital Employed (Tangible Net Worth+ Total Debt+DTL)	16.33	24.92	-34.48	During the year the net profit of the Company Increased
11	Return on investment	Net Return on Investment	Cost of Investment	12.68	7.72	64.19	During the year the investment were acquired.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

RACE ECO CHAIN LIMITED

Garg Arun & Associates
NEW DELHI
Chartered Accountants

NOTE : 43 **Capital work in progress ageing & overdue or has exceeded to its original plan**

The Capital Work in Progress-Building is going to be completed with in scheduled time next year as per below ageing

CWIP	Amount in CWIP for a period of
	Less than 1 year (Rs. In Lakhs)
1-PROJECTS IN PROGRESS	
(i)Construction at khasra No. 768, Ranchi , Jharkhand, 835217	0.74
2-PROJECTS TEMPORARILY SUSPENDED	-
Total	0.74

NOTE : 44 **Intangible assets under development**

Company does not have any intangible assets under development.

NOTE : 45 **Details of Benami Property held**

No proceedings have been initiated or pending against the company for holding any benami property under the benami transactions (Prohibition) Act, 1988 and the rules made thereunder.

NOTE : 46 **Wilful defaulter**

The company has not made any default in the repayment of any borrowing, as such the declaration as wilful defaulter is not applicable.

NOTE :47 **Relationship with stuck of the company**

The company did not have any transaction with companies struck off under section 248 of the companies act 2013 or section 560 of the companies act, 1956 as such no declaration is required to be furnished.

NOTE :48 **Registration of Charge/Satisfaction**

There is no charge or satisfaction of charges which is pending for registration beyond the statutory period.

NOTE : 49 **Compliance with number of layer of completion**

The company have two layers subsidiary company as such there is no non compliance with the number of layers prescribed under clause (87) section 2 of the Act read with companies (Restriction on number of layers) Rules, 2017.

NOTE : 50 **Compliance with approved scheme (s) of arrangements**

No scheme of arrangements was required u/s 230 to 237 of the companies Act, 2013 during the year, as such disclosure is not required.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

OFFICER

Garg Arun & Associates * Chartered Accountants * NEW DELHI

NOTE : 51 **Utilisation of borrowed fund & Share Premium**

a) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kinds of funds) to any other person or entities including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

b) The company has not received any fund from any person or entities including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

NOTE : 52 **Undisclosed Income**

The company has neither surrendered nor disclosed any income during the year in the tax assessments under the Income Tax Act, 1961.

NOTE : 53 **Corporate Social Responsibility (CSR)**

Not Applicable

NOTE : 54 **Cryptocurrency or Virtual Currency**

The company has neither traded nor invested in cryptocurency or virtual currency as such no dislosure is required.

NOTE : 55 **DISCLOSURE REQUIREMENTS UNDER MSMED ACT, 2006**

The Company has no dues to suppliers (trade and capital) registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosures pursuant to the said MSMED Act are as follows:

NOTE : 56 Previous year's figures have been regrouped / reclassified and rearranged wherever necessary to correspond with the current year's classification / disclosure.

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564
PLACE : DELHI
DATED : 30 MAY 2025

Garg Arun & Associates * NEW DELHI * Chartered Accountants

FOR RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED

PRANAV VASAN Director
NON EXECUTIVE DIRECTOR
DIN 07631095

For RACE ECO CHAIN LTD.

PIYANSHU SHARMA
CFO

For RACE ECO CHAIN LIMITED

Director
SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

SHIWATI
COMPANY SECRETARY

NOTE:57 Segment Disclosures

Operating segments are defined as components of an enterprise for which discrete financial information so availabel that is evaluated regularly by Chief Operating decision -maker (CODM), in deciding how to allocate resources and assessing performance.

The Company has considered business segment as reportable segment for disclosure. The products and services included in each of the reported business segments are as follows:

SEGMENT	ACTIVITIES
Recycle Division	All types Waste Plastic, Pipes & Paper
Restore Division	Home furnishing, Bags & Garments
Biomass Division	Sale of BRIQUETTES
Unallocated	Not allocable to any other segments

in Lacs

1 Segment Revenue	Year ended March 31, 2025			Year ended March 31, 2024		
	External	Internal Segments	Total	External	Internal Segments	Total
Recycle Division	43,265.39		43,265.39	29,185.67		29,185.67
Restore Division	893.82		893.82	233.68		233.68
Biomass Division	1,870.70		1,870.70	4,430.54		4,430.54
Unallocated						
Total	**46,029.91**		**46,029.91**	**33,849.89**		**33,849.89**
Eliminations						
Revenue from Operations	**46,029.91**		**46,029.91**	**33,849.89**		**33,849.89**

2 Segment Results(PBT)	Year ended March 31, 2025	Year ended March 31, 2024
Recycle Division	796.37	576.94
Restore Division	25.47	(6.09)
Biomass Division	21.08	57.65
Unallocated	38.55	(74.60)
Total	**881.47**	**553.91**
Eliminations		
Consolidated Total	**881.47**	**553.91**
Unallocated (expense) net unallocated income		
Profit before Interest and Taxation	**881.47**	**553.91**
Finance Costs	405.15	283.81
Profit Before Tax	**476.33**	**270.10**
Tax Expense	100.57	113.38
Profit After Tax from Continuing Operations	375.76	156.72
OCI Profit/ Loss	(103.39)	9.17
Profit for the period after Tax	272.37	165.89

For RACE ECO CHAIN LIMIT

For RACE ECO CHAIN LIMITED

Director

Direc

OFFICER

Garg Arun & Associates Chartered Accountants NEW DELHI

3 Other Informations

in Lacs

Particulars	Year ended March 31, 2025		Year ended March 31, 2024	
Segment Assets				
Recycle Division		11,673.16		5,072.93
Restore Division		489.02		241.89
Biomass Division		151.73		463.55
Unallocated		3,182.76		1,549.03
less : Intersegment Eliminations				
		15,496.67		**7,327.39**
Add:Unallocable Assets				
Total Assets	**(A)**	**15,496.67**	**(A)**	**7,327.39**
Segment Liabilities				
Recycle Division		7,639.26		1,858.70
Restore Division		62.24		21.00
Biomass Division		93.29		62.37
Unallocated		582.25		3,162.46
less : Intersegment Eliminations				
Add: Unallocable Liabilities				
Total Liabilities	**(B)**	**8,377.04**	**(B)**	**5,104.52**
Net Capital Employed	**(A-B)**	**7,119.63**	**(A-B)**	**2,222.87**

in Lacs

Particulars	Year ended March 31, 2025			Year ended March 31, 2024		
	Capital Expenditure	Non-Cash Expenditure other than depreciation	Depreciation & Amortization	Capital Expenditure	Non-Cash Expenditure other than depreciation	Depreciation & Amortization
Recycle Division			36.54			21.09
Restore Division			28.21			44.72
Biomass Division			3.10			0.11
IT Division						
Unallocated						0.34
Segment Total			**67.84**			**66.26**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

Garg Arun & Associates Chartered Accountants NEW DELHI

GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
Phone: 011-23283955

INDEPENDENT AUDITOR'S REPORT

To The Members of
RACE ECO CHAIN LIMITED

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of **RACE ECO CHAIN LIMITED** (hereinafter referred to as the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as the "Group" and its associates) which comprise the Consolidated Balance Sheet as at **31st March, 2025**, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the consolidated Statement of changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of other auditors on separate financial statements of the subsidiaries referred to in the Other Matters section below, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ('Ind AS'), and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group and its associates as at **31st March, 2025**, and their consolidated profit, their consolidated total comprehensive income, their consolidated cash flows and their consolidated changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Consolidated financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's

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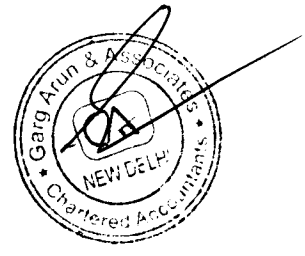
GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
Phone: 011-23283955

Responsibility for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group and its associates in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the Consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in the sub-paragraphs (a) of the other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Key Audit Matters

Key audit matters ("KAM") are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Ind AS financial statements for the financial year ended **March 31, 2025.** These matters were addressed in the context of our audit of the Consolidated Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

Key audit matters	**How our audit addressed the key audit matter**
(a) Related Party Transactions	
1. The Company has various related party transactions which include sale, purchase of goods /services, loans taken and loans provide to the related parties. We identified the accuracy and completeness of disclosure of related party transactions set out in respective notes to the Ind AS financial statements as a key audit matter due to:	Our audit procedures in relation to the disclosure of related party transactions included the following: ➢ We obtained an understanding of the Company's policies and procedures in respect of the capturing of related party transactions and how management ensures all transactions and balances with related parties have been



GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
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➢ The significance of transactions with related parties during the year ended March 31, 2025. ➢ Related party transactions are subject to the compliance requirement under the companies Act, 2013 and SEBI (LODR) 2015.	disclosed in the Ind AS financial statement. ➢ Read minutes of meeting of the board of directors and Audit committee and assessed whether approvals have been obtained by the management, as required by Companies Act 2013 and LODR. ➢ We agreed the amounts disclosed with underlying documentation and read relevant agreements, evaluation of arm-length by management, on a sample basis, as part of our evaluation of the disclosure. ➢ We assessed management evaluation of compliance with provision of section-177 and Section-188 of the Companies Act, 2013 and SEBI (LODR), 2015. ➢ We evaluated the disclosures through reading of statutory information, books and records and other documents obtained during the course of our audit.
2.1 **Acquisition of following subsidiaries and Associates** A. Silverline Eco Thrive Limited, B. Ganesha Recycling Chain Private Limited, C. Vasundhara Enviro green Private Limited, D. Prime Industries Limited **(Associate)**	➢ We have compared the accounting treatment specified in the scheme formulated by the Company along with one specified in Ind As 110 and Ind As 28. ➢ We have critically evaluated the key assumptions, purchase price allocation adjustments and identification and valuation of Net Assets acquired.



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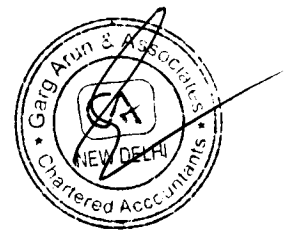
2.2 Disposal of following subsidiary: Disposal of Abhay Innovative Recycling Private Limited during the Financial Year 2024-25.	➢ We have assessed the Competence and objectivity of the experts engaged by the Company. ➢ We have assessed the adequacy of the Company's disclosures in respect of the acquisition in accordance with the requirements of Ind As 110 and Ind As 28.

Information other than the Consolidated Financial Statements and Auditors Report Thereon

The Holding Company's Board of Directors is responsible for other information. The other Information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Chairman's Statement and Shareholder's Information, but does not include the Consolidated financial statements and our auditor's report thereon. The Board's Report including Annexure to Board's Report, Chairman's Statement and Shareholder's Information is expected to be made available to us after the date of this auditor's report.

Our Opinion on the consolidated financial statements does not cover the other Information and we do not express any form of assurance/conclusion thereon.

- In connection with our audit of the consolidated financial statements, our responsibility is to read the other information, compare with the financial statements of the subsidiaries audited by the other auditors, to the extent it relates to these entities and, in doing so, place reliance on the work of the other auditors and consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the subsidiaries, is traced from their financial statements audited by other auditors.
- If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.



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Flat No.106, 4832/24, Ansari Road,
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Phone: 011-23283955

Management's Responsibility for the Consolidated Financial Statements

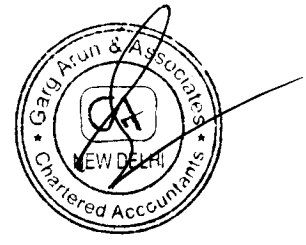
The Holding Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated changes in equity of the Group and its associates in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Board of Directors of the companies included in the Group and its associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its associates and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and its associates are responsible for assessing the ability of the Group and its associates to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate or cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and its associates are also responsible for overseeing the financial reporting process of the Group and its associates.

Auditor's Responsibility for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance



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CHARTERED ACCOUNTANTS
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is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Holding company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates and to cease to continue as a going

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CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
Phone: 011-23283955

concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities or business activities included in the consolidated financial statements of which we are the independent auditors. For the other entities or business activities included in the consolidated financial statements, which have been audited by the other auditors, such auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial statements.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe

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GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
Phone: 011-23283955

these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters

(a) The consolidated financial statement includes the audited financial statements of **5(Five) subsidiaries, and 1 (One) Associates** whose financial statements/ financial information reflect Group and its associates's share of total assets of **Rs. 4,267.85 lacs** as at March 31, 2025 and Group and its associates's share of total revenue of **Rs. 10,648.86 lacs** for period from April 01, 2024 to March 31, 2025 and Group and its associates's share of total net profit/(loss) after tax of **Rs. 43.73 lacs** for period from April 01, 2024 to March 31, 2025 and Group and its associates's share of total comprehensive income/(loss) of **Rs.0.00 lacs** and Group and its associates's share of cash flows [net] of **Rs.743.50 lacs** for the year ended on that date, as considered in the consolidated financial statement, which have been audited by their respective independent auditors. The independent auditors' reports on the financial statements of these entities have been furnished to us and our opinion on the consolidated financial statement, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

Report on Other Legal and Regulatory Requirements

1. As required by section 197(16) of the Act, we report that the Holding Company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under section 197 read with Schedule V to the Act.

2. As required by Section 143(3) of the Act, based on our audit we report, to the extent applicable that:

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.

   b) In our opinion, proper books of accounts as required by law relating to

GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
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preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books, returns and the reports of the other auditors.

c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act.

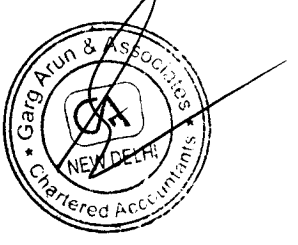
e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2025 taken on record by the Board of Directors of the Holding Company and subsidiary companies Incorporated in India, none of the directors of the Group and its associates companies incorporated in India is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in **"Annexure A"** which is based on the auditors' reports of the Holding Company and subsidiary companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls over financial reporting.

g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

i. The Group and its associates has pending litigation with Income Tax Authorities and the possible impact of which has been disclosed in financial statements.

ii. The Group and its associates does not have any long-term contracts, but has made requisite provision for derivative contracts under the applicable law or



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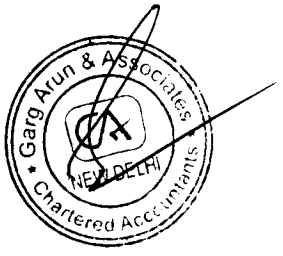
accounting standards for any foreseeable losses, if any.

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, its subsidiary companies incorporated in India.

iv. (a) The respective Managements of the Holding Company and its subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the holding company or any of such subsidiaries to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The respective Managements of the Holding Company and its subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Holding Company or any of such subsidiaries from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company or any of such subsidiaries shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us on the Holding Company and its subsidiaries which are companies incorporated in India whose



GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
Phone: 011-23283955

financial statements have been audited under the Act, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

V. In our opinion and to the best of our information and according to the explanations given to us, the Company has used accounting software for maintaining its books of accounts for the financial year ended March 31st, 2025 which has a feature of recording audit trail (edit log) facility. The audit trail feature was operated throughout the financial year for all relevant transactions recorded in the software. Further, we have not come across any instance of the audit trail being tampered with during the course of our audit, and the audit trails have been preserved by the Company as per the statutory requirements under the Companies Act, 2013.

3. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Holding Company and its subsidiaries included in the consolidated financial statements of the Holding Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.

FOR M/s GARG ARUN AND ASSOCIATES
Chartered Accountants
FRN: 08180N

Place: New Delhi
Date: 30 MAY 2025

CA. RAMAN KUMAR GARG
(PARTNER)
M. No. 090564
UDIN:

GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
Daryaganj, New Delhi-110002
Phone: 011-23283955

Annexure-A to the Independent Auditor's Report of Even Date on the Consolidated Financial Statements of RACE ECO CHAIN LIMITED

Report on the Internal Financial Controls under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("The Act")

To The Members of
RACE ECO CHAIN LIMITED

In conjunction with our audit of the Consolidated Financial Statements of **RACE ECO CHAIN LIMITED** ('the Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as the "Group and its associates"), as at and for the year ended March 31, 2025, we have audited the internal financial controls over financial reporting of Holding Company and its subsidiaries, which are companies covered under the Act, as at that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Holding Company, its subsidiary companies , which are companies covered under the Act, are responsible for establishing and maintaining internal financial controls based on the internal financial controls over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to the financial statements of the Holding Company, its subsidiary companies, company as aforesaid, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the

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CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
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"Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to financial statements of the Holding Company, its subsidiary company, as aforesaid.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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CHARTERED ACCOUNTANTS
Flat No.106, 4832/24, Ansari Road,
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Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Holding Company, its subsidiary companies have, in all material aspects, an adequate internal financial controls system over financial reporting with reference to these consolidated financial statements and such financial controls over financial reporting were operating effectively as at 31st March, 2025, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR M/s GARG ARUN AND ASSOCIATES
Chartered Accountants
FRN: 08180N

Place: New Delhi
Date: 30 MAY 2025

CA. RAMAN KUMAR GARG
(PARTNER)
M. No. 090564

UDIN:

RACE ECO CHAIN LIMITED

UNIT NO.203, PLAZA- P 3, CENTRAL SQUARE BARA HINDU RAO, DELHI -110006

CIN NO. L37100DL1999PLC102506

Consolidated Balance Sheet as at 31st March 2025

(Rs. in Lacs)

Particulars	Note No.	As at 31st Mar 2025	As at 31st March, 2024
ASSETS			
Non-current assets			
(a) Property, plant and equipment	2(a)	1,037.85	818.61
(b) Capital work-in-progress	2(d)	51.90	262.53
(c) Investment Properties			-
(d) Goodwill		1.25	-
(e) Other intangible assets	2(b)	3.03	3.31
(f) Intangible assets under development		-	-
(g) Biological Assets other than Bearer Plants		-	-
(h) Financial assets		-	
(i) Investments	3(a)	1,433.38	141.48
(ii) Trade Receivables		-	-
(iii) Loans and Advances		-	-
(iv) Other financial assets	4(a)	1,380.23	35.71
(i) Deferred tax assets (net)	5	53.38	-
(j) Other non-current assets	6 (a)	171.00	-
Sub-total - Non-Current Assets		**4,132.02**	**1,261.63**
Current assets			
(a) Inventories	7	124.05	96.36
(b) Financial assets		-	
(i) Investments	3(b)	-	
(ii) Trade receivables	8	11,940.60	5,510.51
(iii) Cash and cash equivalents	9(a)	526.17	43.50
(iv) Bank Balance Other than Cash and cash equivalents	9(b)	0.50	
(v) Loans and Advances	10	124.85	1,120.41
(vi) Other financial assets	4(b)	44.10	35.17
(c) Current Tax assets (net)	11	81.05	61.43
(d) Other current assets	6(b)	1,260.20	167.08
Sub-total - Current Assets		**14,101.54**	**7,034.47**
TOTAL - ASSETS		**18,233.56**	**8,296.10**
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	12	1,725.72	1,643.22
(b) Share Application Money pending Allotment	13	1,720.40	-
(b) Other equity	13	3,711.32	577.84
(c) Non Controlling Interest	57	635.67	2.66
Sub-total - Shareholders' funds		**7,793.11**	**2,223.72**
LIABILITIES			
Non-current liabilities			
(a) Financial liabilities			
(i) Long Term Borrowings	14(a)	-	-
(ii) Lease Liabilities	15(a)	8.80	524.43
(iii) Trade Payables	16(a)		-
(iv) Other financial liabilities other than (i) and (ii) above			-
(b) Provisions	17(a)	14.75	9.82
(c) Deferred tax liabilities (net)	5	-	1.98
(d) Other non-current liabilities			-
Sub-total - Non-current liabilities		**23.55**	**536.23**
Current liabilities			
(a) Financial liabilities			
(i) Short Term Borrowings	14(b)	6,150.38	3,708.19
(ii) Lease Liabilities	15(b)	2.10	19.08
(iii) Trade Payables:-			-
(A) Total Outstanding dues of Micro and Small Enterprises; and	16(b)	102.31	-
(B) Total Outstanding dues other than Micro and Small Enterprises	16(b)	3,495.92	1,676.40
(iii) Other financial liabilities other than (i) and (ii) above	18	54.38	-
(b) Other current liabilities	19	445.83	37.98
(c) Provisions	17(b)	165.97	94.50
(d) Other tax liabilities (net)			
Sub-total - Current liabilities		**10,416.90**	**5,536.14**
TOTAL - EQUITY AND LIABILITIES		**18,233.55**	**8,296.10**
Significant Accounting Policies	1		
Notes to accounts forming Part of Financial Statements	28-57		

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564
PLACE : DELHI
DATED : 30 MAY 2025

For RACE ECO CHAIN LIMITED

FOR RACE ECO CHAIN LIMITED

Director

PRANAV VASAN
NON EXECUTIVE DIRECTOR
DIN 07631095

PIYANSHU SHARMA
CFO

For RACE ECO CHAIN LTD.

For RACE ECO CHAIN LIMITED

Director

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 08144458

SHIWANI
COMPANY SECRETARY

RACE ECO CHAIN LIMITED

UNIT NO. 203, PLAZA-P-3, CENTRAL SQUARE BARA HINDU RAO, DELHI-110006

CIN NO. L37100DL1999PLC102506

Consolidated Profit and Loss Account for the year ended 31 March 2025

(Rs.in Lakhs)

Particulars	Note No.	April 2024-Mar 2025	April 2023-Mar 2024
1. Total Income [sum of (a) to (b)]		**55599.41**	**34818.00**
(a) Revenue from Operations	20	55509.54	34748.14
(b) Other Income	21	89.87	69.86
2. Total Expenses [sum of (a) to (f)]		**55051.01**	**34545.09**
Cost of Materials Consumed			
a) Purchase of Stock-in-Trade	22	53791.91	33465.94
b) Cost of Raw Materials Consumed	23	216.80	22.89
c) Changes In Inventories of Finished Goods, Work-in-progress and Stock in Trade.	24	-112.42	0.48
d) Other Manufacturing expense	25	79.07	237.00
e) Employee benefits expense	26	307.28	224.88
f) Finance Costs	27	424.13	293.51
g) Depreciation and amortisation expense	2	86.98	80.17
h) Other expenses	28	257.27	220.22
3. Profit from ordinary activities before exceptional items (1-2)		**548.40**	**272.91**
4. Exceptional Items - net credit / (charge)			
5. Share of Profit and (Loss) in associates		6.18	
5. Profit from Ordinary Activities Before Tax (3-4)		**554.58**	**272.91**
6. Tax expense			
a. Current Tax	35(a)	165.43	91.23
b. (Excess)/provison for tax related to earlier years		-7.64	
c. Deferred Tax	35(d)	-22.69	26.97
7. Net Profit from Continuing Operations [5-(6a.+6b.+6c.)]		**419.48**	**154.70**
8. Profit / (Loss) from Discountinued Operations (after tax)			
9. Net Profit for the period (7+8)		**419.48**	**154.70**
10. Other Comprehensive Income			
(a) (i) Items that will not be re-classified to Profit or Loss			
- Components of defined benefit costs	35(b)	1.12	12.25
- Net Gain on Fair Value of Current Investments		-139.28	
(ii) Income Tax relating to those items	35(d)	34.77	3.08
(b) (i) Items that will be re-classified to Profit or Loss		0.00	
- Net Gain on Fair Value of Current Investments			
(ii) Income Tax relating to those items			
Total Other Comprehensive Income (a+b)		**-103.39**	**9.17**
11. Total Comprehensive Income/Loss for the period (net of tax) (9+10)		**316.08**	**163.87**
Total profit or loss, attributable to:			
- Owners of company		**389.29**	**154.91**
- Non-controlling interests		**30.18**	**-0.21**
Other Comprehensive income/(loss) for the year attributable to:			
- Owners of company		**-103.39**	**9.17**
- Non-controlling interests		**0.00**	**0.00**
Total Comprehensive income for the year attributable to:			
- Owners of company		**285.90**	**164.08**
- Non-controlling interests		**30.18**	**-0.21**
12. Paid up Equity Share Capital (face value Re. 10 per share)		**1725.72**	**1643.22**
13. Earnings Per Share (EPS) (of Re. 10/- each) (not annualised):			
(a) Basic EPS - Rs.		2.49	0.92
(b) Diluted EPS - Rs.		2.45	0.92
See accompanying notes to financial statements			

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564
PLACE : DELHI
DATED : 30 MAY 2025

Garg Arun & Associates NEW DELHI Chartered Accountants

For RACE ECO CHAIN LIMITED

FOR RACE ECO CHAIN LIMITED

Director

PRANAV VASAN
NON EXECUTIVE DIRECTOR
DIN 07631095

For RACE ECO CHAIN LTD.

PIYANSHU SHARMA
CFO

For RACE ECO CHAIN LIMITED

Director

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

RACE ECO CHAIN LIMITED

SHIWATI
COMPANY SECRETARY

RACE ECO CHAIN LIMITED
UNIT NO.203, PLAZA- P 3, CENTRAL SQUARE BARA HINDU RAO, DELHI -110006
CONSOLIDATED CASH FLOW STATEMENT AS ON 31/03/2025

(Rs.in Lakhs)

Particulars	For the period ended 31st March 2025		For the period ended 31st March 2024	
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		548.40		272.90
Adjustments for:		451.82		332.49
Depreciation and amortisation	86.98		80.17	
(Profit) / loss on sale / write off of assets	0.00		0.00	
Finance costs	424.13		293.51	
Interest income	-31.01		-41.19	
Profit on Investment				
Provision for Tax				
Gain on disposal of Subsidiary	-28.28			
Rental Income				
Operating profit / (loss) before working capital changes		1000.22		605.40
Changes in working capital:				
Adjustments for (increase) / decrease in operating assets:				
Trade receivables	-6430.10	-7570.53	-1845.70	-1914.88
Current Tax Assets	-19.62		-3.13	
Other current assets	-1093.12		-31.21	
Inventories	-27.69		-34.84	
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	1921.84	2389.23	504.60	456.67
Other current liabilities	407.85		-13.22	
Other Financial Liabilities	54.38			
Short-term provisions	4.93		-5.55	
Long-term provisions	0.23		-29.17	
		-4181.08		-852.82
Cash flow from extraordinary items				
Cash generated from operations		-4181.08		-852.82
Net income tax (paid) / refunds		83.60		
Net cash flow from / (used in) operating activities (A)		-4264.67		-852.82
B. Cash flow from investing activities				
Capital expenditure onproperty, plant & equipements, including capital advances		-1503.39		-1820.63
Proceeds from sale of property, plant & equipements in subsidiary	814.29			
Purchase of Property, Plant & Equipment	-886.50		-347.67	
Increase in Rou Asset	0.00		-556.47	
Acquisition of Subsidiary	-1566.30		-141.16	
Disposal of Subsidiary				
Other financial assets (Non-Current)	-171.00		-23.81	
Other non-current assets				
Rental Income				
Interest received	31.01		41.19	
Net gain / (loss) on sale of investments				
Changes in Loans & Advances	-348.97		-777.67	
Other financial assets (Current)	-8.93		-17.71	
Change in NCI	633.01		2.66	
Net cash flow from / (used in) investing activities (B)		-1503.39		-1820.63
C. Cash flow from financing activities				
Proceeds from issue of equity shares	4624.40	6109.86		2407.21
Proceeds/ (Repayment) from long-term borrowings	0.00		-19.71	
Proceeds from short-term borrowing	2442.19		2176.92	
Lease Liabilities assumed	-532.61		543.51	
Finance cost	-424.13		-293.51	
Cash flow from extraordinary items				
Net cash flow from / (used in) financing activities (C)		6109.86		2407.21
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		341.79		-266.24
Cash and cash equivalents at the beginning of the year		43.50		309.74
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents				
Cash and cash equivalents at the end of the year		526.67		43.50
Reconciliation of Cash and cash equivalents with the Balance Sheet:				
Closing Cash and cash equivalents as per Balance Sheet				
(a) Cash on hand		41.01		15.43
(b) Balances with banks				
(i) In current accounts		485.17		27.57
(ii) In EEFC accounts				
(iii) In Fixed deposit accounts		0.50		0.50
(c) Interest accrued on deposits				
(d) Current investments considered as part of cash & cash equivalents				
		526.67		43.50
Significant Accounting Policies		1		
Notes to accounts forming Part of Financial Statements		28-57		

AS PER OUR REPORT OF EVEN DATE ANNEXED
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CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564
PLACE : DELHI
DATED : 30 MAY 2025

Garg Arun & Associates NEW DELHI Chartered Accountants

For RACE ECO CHAIN LIMITED

Director

PRANAV VASAN
NON EXECUTIVE DIRECTOR
DIN 07631095

For RACE ECO CHAIN LTD.

PIYANSHU SHARMA
CFO

For RACE ECO CHAIN LIMITED

Director

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00[illegible]

SHWATI
COMPANY SECRETARY

RACE ECO CHAIN LIMITED

RACE ECO CHAIN LIMITED
UNIT NO. 203, PLAZA-P-3, CENTRAL SQUARE BARA HINDU RAO, DELHI-110006
CIN NO. L37100DL1999PLC102506
Consolidated statement of changes in equity for the year ended March 31, 2025

(Rs. in Lakh)

A. Equity share capital	
As at April 1, 2023	1643.22
Changes in equity share capital during the year	0.00
As at March 31, 2024	1643.22
Changes in equity share capital during the year	82.50
As at March 31, 2025	1725.72

B. Other equity (Rs. in Lakh)

Particulars	Reserves and surplus				Non controlling Interest	Total
	Share Application Money pending allotment	Securities Premium	General Reserve	Retained Earnings		
Balance as at April 1, 2023				413.76	0.00	413.76
Non Controlling Interest				0.00	2.87	2.87
Profit for the year	-	-	-	154.91	-0.21	154.70
Other comprehensive income for the year	-	-	-	9.17	0.00	9.17
Total comprehensive income for the year	-	-	-	577.84	2.66	580.50
Dividend paid	-	-	-	-	-	-
Other						
Balance as at March 31, 2024	-	-	-	577.84	2.66	580.50
Non Controlling Interest	-	-	-		605.17	605.17
Profit for the year	-	-	-	389.29	30.18	419.48
Other comprehensive income for the year	-	-	-	-103.39	0.00	-103.39
Changes during the year	1720.40	2821.50			-2.34	4539.56
Total comprehensive income for the year	1720.40	2821.50	-	863.74	635.67	6041.31
Dividend paid	-	-	-	-		0.00
Other				26.07		26.07
Balance as at March 31, 2025	1720.40	2821.50	0.00	889.82	635.67	6067.39

The accompanying notes are an integral part of the financial statements.

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564
PLACE : DELHI
DATED : 30 MAY 2025

Garg Arun & Associates * NEW DELHI * Chartered Accountants

FOR RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED

Director

PRANAV VASAN
NON EXECUTIVE DIRECTOR
DIN 07631095

For RACE ECO CHAIN LTD.

OFFICER

PIYANSHU SHARMA
CFO

For RACE ECO CHAIN LIMITED

Director

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

RACE ECO CHAIN LIMITED

SHIWATI
COMPANY SECRETARY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2025

NOTE 1 : Corporate Information

RACE ECO CHAIN LIMITED ('the Company'), was incorporated on November 22, 1999 as a Company under the Companies Act, 1956 ('the Act'). The Company has registered office at .UNIT NO.203, PLAZA- P 3, CENTRAL SQUARE BARA HINDU RAO, DELHI -110006 India. The Company is listed on the BSE Limited and National Stock Exchange of India Limited (Recognised Stock Exchanges in India).

Significant accounting policies

The principal accounting policies applied in the preparation of these Consolidated financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

1.1 Basis of preparation

(i) Compliance with Ind AS

These consolidated financial statements ('financial statements') of the Company have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs ('MCA') under section 133 of the Companies Act, 2013 ('Act') read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other relevant provisions of the Act. The Group has uniformly applied the accounting policies during the periods presented in these Consolidated financial statements.

The Consolidated Financial Statements have been prepared using the significant accounting policies and measurement basis summarized as below. These accounting policies have been applied consistently over all the periods presented in these Consolidated financial statements, except where the Group has applied certain accounting policies and exemptions upon transition to Ind AS.

The Consolidated Financial Statements are presented in Indian Rupees which is also the functional currency of the Company.
Amount in the Consolidated Financial Statements are presented in Rs. Lacs, unless otherwise Stated. Certain amounts that are required to be disclosed and do not appear due to rounding-off are expressed as 0.00.

(ii) Historical cost convention

The Consolidated financial statements have been prepared on going concern basis in accordance with accounting principles generally accepted in India. Further, the Consolidated financial statements have been prepared on historical cost basis, except for the following:

- Certain Financial instruments are measured at fair value (refer accounting policy regarding Financial Instruments);
- Defined benefit plans – plan assets measured at fair value

(iii) Use of estimates and judgments

The preparation of Consolidated financial statements in conformity with Ind AS requires management to make estimates, judgments, and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities (including contingent liabilities) and disclosures as of the date of financial statements and the reported amounts of revenue and expenses for the reporting period. Actual results could differ from these estimates. Accounting estimates and underlying assumptions are reviewed on an ongoing basis and could change from period to period. Appropriate changes in estimates are recognized in the period in which the Group becomes aware of the changes in circumstances surrounding the estimates. Any revisions to accounting estimates are recognized prospectively in the period in which the estimate is revised and future periods.

1.2 Principles of consolidation

The consolidated financial statements have been prepared on the following basis :-

(i) Subsidiaries

The consolidated financial statements comprise the financial statements of the Company and its subsidiaries; subsidiaries are all entities (including structured entities) over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. The Company reassess whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the elements of control listed above. Subsidiaries are fully consolidated from the date on which control is transferred to the Group and they are deconsolidated from the date that control ceases.

The Group combines the financial statements of the Holding Company and its subsidiaries line by line adding together like items of assets, liabilities, equity, income, expenses and cash flows. Intercompany transactions, balances and unrealized gains on transactions within the Group are eliminated. Unrealized losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

Non-controlling interests in the results and equity of subsidiaries are shown separately in the consolidated statement of profit or loss, consolidated statement of changes in equity and balance sheet respectively. Statement of Profit and Loss including Other Comprehensive Income (OCI) is attributable to the equity holders of the Holding Company and to the non-controlling interest on the basis of the respective ownership interest and such balance is attributed even if this results in controlling interest is having a deficit balance.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED

Garg Arun & Associates
NEW DELHI
Chartered Accountants

(II) Associates

Associates are all entities over which the Group has the power to exercise a significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control of those policies. This is generally the case where the Group holds between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting (see (iii) below), after initially being recognized at cost.

- Equity method

Under equity method of accounting, the investments are initially recorded at cost and adjusted thereafter to recognise the Group's share of post-acquisition profit and loss, At each reporting date, the Group determines whether there is objective evidence that the investment in the associate is impaired. If there is such evidence, the carrying Unrealized gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in these entities. Unrealized losses are also

- Changes in ownership interests

The Group treats transactions with non-controlling interests that do not result in a loss of control as transactions with equity owners of the Group and therefore do not have When the Group ceases to consolidate or equity account for an investment because of a loss of control, joint control or significant influence, any retained interest in the If the ownership interest in an associate is reduced but joint control or significant influence is retained, only a proportionate share of the amounts previously recognized in

1.3 Business Combinations

The Group applies the acquisition method to account for business combinations. Acquisition related costs are recognised in consolidated statement of profit and loss as incurred. The acquiree's identifiable assets, liabilities and contingent liabilities that meet the condition for recognition are recognised at their fair values at the acquisition date.

Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. The excess of the fair value of consideration over the identifiable net asset acquired is recorded as goodwill, and if the consideration is lower, the gain is recognised directly in equity as capital reserve. In case, business acquisition is classified as bargain purchase, the aforementioned gain is recognised in the other comprehensive income and accumulated in equity as capital reserve. The Group recognises any non-controlling interest in the acquired entity at fair value.

Business combinations involving entities or businesses under common control are accounted for using the pooling of interest method. Under pooling of interest method, the assets and liabilities of the combining entities are reflected at their carrying amounts, with adjustments only to harmonise accounting policies.

If the business combination is achieved in stages, the acquisition date carrying value of the acquirer's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date; any gains or losses arising from such re-measurement are recognised in profit or loss or other comprehensive income, as appropriate.

If the initial accounting for a business combination can be determined only provisionally by the end of the first reporting period, the business combination is accounted for using provisional amounts. Adjustments to provisional amounts, and the recognition of newly identified asset and liabilities, must be made within the 'measurement period' where they reflect new information obtained about facts and circumstances that were in existence at the acquisition date. The measurement period cannot exceed one year from the acquisition date and no adjustments are permitted after one year except to correct an error.

Any contingent consideration to be transferred by the Group is recognised at fair value at the acquisition date. Subsequent changes to the fair value of the contingent consideration that is deemed to be an asset or liability is recognised in the statement of profit and loss. Contingent consideration that is classified as equity is not re-measured, and its subsequent settlement is accounted for within equity.

1.4 Revenue Recognition

The Group recognises revenue from contracts with customers based on a five step model as set out in Ind AS 115, Revenue from Contracts with Customers, to determine when to recognize revenue and at what amount. Revenue is measured based on the consideration specified in the contract with a customer. Revenue from contracts with customers is recognised when services are provided and it is highly probable that a significant reversal of revenue is not expected to occur.

Revenue is measured at fair value of the consideration received or receivable. Revenue is recognised when (or as) the Group satisfies a performance obligation by transferring a promised service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset.

When (or as) a performance obligation is satisfied, the Group recognizes as revenue the amount of the transaction price (excluding estimates of variable consideration) that is allocated to that performance obligation.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

CHIEF FINANCIAL OFFICER

ECO CHAIN LIMITED

Garg Arun & Associates
NEW DELHI
Chartered Accountants

The Group applies the five-step approach for recognition of revenue:

- Identification of contract(s) with customers;
- Identification of the separate performance obligations in the contract;
- Determination of transaction price;
- Allocation of transaction price to the separate performance obligations; and
- Recognition of revenue when (or as) each performance obligation is satisfied.

(i) **Interest income**

Interest income on finanical asset at amortized cost is recognized on a time proportion basis.

(ii) **Other Income**

Other Income have been recogized on accrual basis in the Financial Statements, except when there is uncertainity of collection.

1.5 Income Tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

(i) **Current Tax**

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961. Current tax assets and current tax liabilities are off set when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

(ii) **Deferred Tax**

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the Consolidated financial statements. However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are recognized for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

Deferred tax liabilities are not recognized for temporary differences between the carrying amount and tax bases of investments in subsidiaries where the Company is able to control the timing of the reversal of the temporary differences and it is probable that the differences will not reverse in the foreseeable future.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

1.6 Leases

The Group assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Measurement and recognition of leases as a Lessee

The Group has adopted Ind AS 116 "Leases" using the cumulative catch-up approach. Group has recognized Right-of-use assets as at 1st September 2024 for leases previously classified as operating leases and measured at an amount equal to lease liability (adjusted for related prepayments/ accruals). The Group has discounted lease payments using the incremental borrowing rate for measuring the lease liability.

Subsequently, Right-of-use asset are measured at cost less accumulated depreciation and impairment losses, if any. The Group depreciates the right-of-use assets on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The Group also assesses the right-of-use asset for impairment when such indicators exist.

Lease payments included in the measurement of the lease liability are made up of fixed payments (including in substance fixed), variable payments based on an index or rate, amounts expected to be payable under a residual value guarantee and payments arising from options reasonably certain to be exercised. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability and reducing the carrying amount to reflect the lease payments made. A lease liability is remeasured upon the occurrence of certain events such as a change in the lease term or a change in an index or rate used to determine lease payments. When the lease liability is remeasured, the corresponding adjustment is reflected in the right-of-use asset, or profit and loss if the right-of-use asset is already reduced to zero.

Lease Liability and Right-of-Use Asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

The Group has elected to account for short-term leases and leases of low-value assets using the practical expedients. Instead of recognising a right-of-use asset and lease liability, the payments in relation to these are recognized as an expense in Statement of profit and loss on a straight-line basis over the lease term.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED

Garg Arun & Associates
Chartered Accountants
NEW DELHI

Measurement and recognition of leases as a Lessor

As a lessor the Group identifies leases as operating and finance lease. A lease is classified as a finance lease if the Group transfers substantially all the risks and rewards incidental to ownership of an underlying asset.

For Finance leases- amounts due from lessees are recorded as receivables at the Group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease. The Group does not have any leases under finance lease.

For Operating leases - Rental income is recognised on a straight-line basis over the term of the relevant lease.

1.7 Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash in hand, deposits held at call with financial institutions, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

1.8 Financial Instruments

Initial recognition and measurement of Financial Asset & Liabilities:

Financial assets and financial liabilities are recognized when the entity becomes a party to the contractual provisions of the instrument. Regular way purchases and sales of financial assets are recognized on trade-date, the date on which the Group commits to purchase or sell the asset.

The Group has applied Ind AS 109 and classifies its financial assets in the following measurement categories:

- Fair value through profit or loss (FVTPL);
- Fair value through other comprehensive income (FVOCI); or
- Amortised cost.

The Group has applied Ind AS 109 and classifies its financial liabilities in the following measurement categories:

- Fair value through profit or loss (FVTPL), and
- Amortised cost.

At initial recognition, Financial assets and financial liabilities are measured at fair value. if the Group measures a financial asset or financial liability not at its fair value through profit or loss (FVTPL), then, the transaction costs that are incremental and directly attributable to the acquisition or issue of the financial asset or financial liability, such as fees and commissions is added or reduced. Immediately after initial recognition, an expected credit loss allowance (ECL) is recognized for financial assets measured at amortized cost.

When the fair value of financial assets and liabilities differs from the transaction price on initial recognition, the entity recognizes the difference as follows:

When the fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation technique that uses only data from observable markets, the difference is recognized as a gain or loss.

In all other cases, the difference is deferred till the timing of recognition of deferred profit or loss is determined individually. It is either amortized over the life of the instrument, deferred until the instrument's fair value can be determined using market observable inputs, or realized through settlement.

When the Group revises the estimates of future cash flows, the carrying amount of the respective financial assets or financial liability is adjusted to reflect the new estimate discounted using the original effective interest rate. Any changes are recognized in profit or loss.

Fair value of financial instruments:

Some of the Group's assets and liabilities are measured at fair value for financial reporting purpose. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date regardless of whether that price is directly observable or estimated using another valuation technique.

For RACE ECO CHAIN LIMITED

Director

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For RACE ECO CHAIN LTD.

RACE ECO CHAIN LIMITED

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(A) Financial assets

(i) Subsequent measurement

1 Financial assets carried at amortised cost

A financial asset is measured at the amortised cost if both the following conditions are met:

• The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and

• Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the Statement of Profit and Loss.

2 Financial assets carried at Fair value through other comprehensive income (FVOCI)

Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognised in the other comprehensive income (OCI) except interest / dividend income which is recognised in profit and loss. Amounts recorded in OCI are subsequently transferred to the statement of profit and loss in case of debt instruments. However, in case of equity instruments, the Group may, irrevocably elects to measure the investments in equity instruments either at FVOCI or FVTPL and makes such election on an instrument-by-instrument basis. If Group opts to measure the equity instrumenst at FVOCI, such fair value movements will be directly transferred to OCI.

(ii) Impairment

The Group applies the Ind AS 109 simplified approach to measure expected credit losses (ECLs) for trade receivables at an amount equal to lifetime ECLs. The ECLs on trade receivables are calculated based on actual historic credit loss experience over the preceding three to five years on the total balance of non-credit impaired trade receivables. The Group considers a trade receivable to be credit impaired when one or more detrimental events have occurred, such as significant financial difficulty of the client or it becoming probable that the client will enter bankruptcy or other financial reorganization. When a trade receivable is credit impaired, it is written off against trade receivables and the amount of the loss is recognised in the income statement. Subsequent recoveries of amounts previously written off are credited to the income statement.

(iii) Derecognition

A financial asset is derecognised only when :

- The rights to receive cash flows from the asset have expired, or

- The Group has transferred its rights to receive cash flows from the asset and either (a) Group has transferred substantially all the risks and rewards of the asset, or (b) the Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

(B) Financial liabilities

(i) Subsequent measurement

Financial liabilities carried at amortised cost

Financial liabilities at amortised cost primarily represented by borrowings, and trade payables are initially recognized at fair value, and subsequently carried at amortized cost.

(ii) Derecognition

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires. Any gain or loss on derecognition is also recognised in Statement of Profit or loss.

1.9 Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Group or the counterparty.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

RACE ECO CHAIN LIMITED

Garg Arun & Associates
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CONSOLIDATED RACE ECO BALANCE SHEET

AS PER COMPANIES ACT, 2013

Particulars	Rate	Gross Block				Accumulated Depreciation				Net Block	
		Balance as on 01/04/2024	Additions	Deductions/ Adjustments	Balance as at 31/03/2025	Upto 31/03/2024	Additions	Deductions/ Adjustments	Balance as at 31/03/2025	W.D.V. as on 31.03.2025	W.D.V. as on 31.03.2024
NOTE-02 (a) PROPERTY, PLANT & EQUIPEMENT											
PLANT & MACHINERY											
PLANT & MACHINERY	14.88%	55.74	123.29		179.03	29.47	8.90		38.37	140.66	26.28
		-			-				-		
VEHICLES		-			-				-		
Car Fortuner	31.23%	27.09			27.09	27.09	-		27.09	- 0.00	- 0.00
Activa Scooter	31.38%	0.88			0.88	0.65	0.07		0.72	0.16	0.23
Grand Vitara Car	31.23%	23.34			23.34	8.37	4.79		13.16	10.18	14.97
Maruti Eco	31.23%	6.46			6.46	3.34	1.09		4.43	2.03	3.13
Hiro Honda	31.38%	0.98			0.98	0.12	0.22		0.34	0.64	0.86
Creta Car	31.23%	17.64			17.64	1.35	4.22		5.57	12.07	16.29
Innova Car	31.23%	24.43			24.43	4.75	5.09		9.84	14.58	19.68
Kia Seltos	31.23%	23.05			23.05	0.99	5.76		6.75	16.30	22.06
Pulsar	31.23%	-	1.69		1.69	-	0.26		0.26	1.42	-
EICHER	31.23%		7.63		7.63		0.72		0.72	6.91	
TATA INTRA	31.23%		4.05		4.05		0.17		0.17	3.88	
					-				-	-	
Land			654.03		654.03	-		-	-	654.03	
		-				-			-	-	-
FACTORY LAND & BUILDING		-				-	-		-	-	-
FACTORY LAND-56/33	9.50%	4.57			4.57	0.67	0.22		0.89	3.68	3.90
FACTORY LAND- A16/2		-			-	-			-	-	-
FACTORY BUILDING-56/33	9.50%	192.43			192.43	63.91	23.14		87.05	105.38	128.52
FACTORY BUILDING- A-16/2	9.50%	39.28			39.28	39.28	-		39.28	0.00	0.00
Elevator	45.07%	11.15			11.15	10.64	-		10.64	0.50	0.50
Electricity Service Line	9.50%	2.66			2.66	1.27	0.36		1.63	1.03	1.39
GENERATOR	45.07%	19.64			19.64	16.40	0.69		17.09	2.55	3.24
COMPUTER	63.16%	22.74	5.23		27.97	19.62	1.47		21.09	6.87	3.12
FURNITURE & FIXTURES	76.83%	30.65	19.21		49.85	21.84	4.02		25.87	23.99	8.80
Office Equipments	45.07%	52.52	5.35		57.87	35.15	8.15		43.30	14.57	17.37
Right to Use		29.94	12.59		42.52	29.93	1.47		31.40	11.12	0.00
Electric Equipment	25.89%	7.63	1.56		9.19	1.93	1.96		3.90	5.29	5.70
TOTAL		**592.83**	**834.60**	-	**1,427.44**	**316.78**	**72.80**	-	**389.58**	**1,037.85**	**276.05**
NOTE-02 (b) OTHER INTANGIBLE ASSETS											
INTANGIBLE ASSETS											
SOFTWARE AND MOBILE APPLICATIONS		9.51		-	9.51	6.20	0.28		6.48	3.03	-
		-									-
NOTE-02 (c) Right to use Asset		-									3.31
Leasehold Building		556.46		556.46	-	13.91		13.91	-	-	-
		-									-
NOTE-02 (d) Capital Work in progress		-								-	542.55
Capital Work In Progress		262.53	51.90	262.53	51.90	-	-	-	-	51.90	262.53
TOTAL		1,421.33	886.50	818.99	1,488.84	336.90	73.08	13.91	396.06	1,092.78	1,084.43
										1,094.03	(1.25)

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

RACE ECO CHAIN LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED on 31ST March, 2025

Note 3 (a) Non- Current Investments

(I) Investment at cost						
Prime Industries Limited :-Share	Associate	4350000	4350000	Quoted	565.50	141.38
Add: Share of Profit of Associastes					6.25	-
TOTAL					**571.75**	**141.38**
Enviro Ecoplast Private Limited	Others	1000	1000	Unquoted	0.10	0.10
(I) Investment at FVTOCI						
Rudra Ecovation Limited :-Warrant	Others	2085000	0	Quoted	861.52	-
Total		**6436000**	**4351000**		**1,433.38**	**141.48**
Location wise breakup of Investments						
Investment in India		6436000	4351000		1,433.38	141.48
Investment Outside India		0	0		-	-
Total		**6436000**	**4351000**		**1,433.38**	**141.48**
Less: Allowance for impairment loss		0	0		-	-
Total (net)		**6436000**	**4351000**		**1,433.38**	**141.48**

(b) Current Investments

NIL

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED

Arun Associates

NEW DELHI

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED on 31ST March, 2025

Note 4 **Other Financial Assets**

(Rs. in Lacs)

		[redacted]	[redacted]
(a) Non-Current			
Deposits with Banks			
FDR pledged with Bank as margin for CC Limits		1,368.24	16.15
FDR with Bank		1.23	-
At Amortised Cost			
Unsecured, Considered Good			
Deposits			
Security Deposit		10.76	19.56
	Total (A)	**1,380.23**	**35.71**
(b) Current			
At Amortised Cost			
Unsecured, Considered Good			
Deposits			
(a) Security Deposit			
Security Deposit for Rent **		38.05	34.12
Security With Others		6.06	1.06
	Total (B)	**44.10**	**35.17**
	Total (A+B)	**1,424.34**	**70.88**

* The Fixed deposit as other non-current financial assets includes deposit with remaining maturity above 12 months.

** Security for rent

Note 5 **Deferred Tax Assets (Net)**

(Rs. in Lacs)

	[redacted]	[redacted]
Opening Balance	-1.98	24.99
Add: Current Year Deferred Tax Asset / (Liability) [Refer Note 41]	55.36	-26.97
Net Deferred Tax Assets / (Liabilities)	**53.38**	**-1.98**

Note 6 (a) **Other Non Current Assets**

	[redacted]	[redacted]
Advance for Machinery	171.00	-
	171.00	-

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

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RACE ECO CHAIN LIMITED

Garg Arun & Associates

NEW DELHI

Chartered Accountants

Note 6 (b) Other Current Assets

Unsecured, Considered Good		
Advance		
GST Receivables	428.38	-
Advance to Suppliers	652.99	75.63
Advance to employees	36.35	4.46
Prepaid Expenses	2.74	1.09
Advance to Abhay	-	0.15
Duty Draw back Receivable	-	0.25
Rodtep Receivable	1.26	0.46
'Interest Receivable	0.04	
Income Tax Refundable A.Y.2022-23	0.12	
Duties & Taxes	102.63	23.41
Advance for Land	-	24.20
Godown Advance	35.70	
Total (b)	**1,260.20**	**129.64**
TOTAL [(a)+(b)]	**1,431.20**	**129.64**

Note 7 Inventories

Inventories :		
a) Raw		
Fabric	8.00	71.51
Total	**8.00**	**71.51**
b) Work In		
Progress Sub		
Total		
c) Finished		
Bags	-	-
Puma Products	-	11.54
Pet Washflakes	-	13.31
Total	**-**	**24.85**
d) Stock-in-Trade		
Bed Sheet	100.86	-
PET BOTTLE BALES	6.95	
WASTE PLASTICS (LOOSE PET BOTTLES)	8.24	
Total	**116.05**	-
Total Inventories	**124.05**	**96.36**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

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RACE ECO CHAIN LIMITED

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NEW DELHI

Note 8 **Trade Receivables**

Trade Receivables- From Related Parties		279.44	-
Trade Receivables-From Others		11,661.16	5,510.51
TOTAL		**11,940.60**	**5,510.51**
Less : Impairment allowance			
Total Trade Receivables (net of Impairement)	-	**11,940.60**	- **5,510.51**

a.) Ageing Schedule - Trade receivable

Undisputed - Considered Good		
- Less than 6 Months	11,798.46	4,978.61
- 6 Months- 1 year	71.81	252.83
- 1-2 years	13.31	90.84
- 2-3 Years	57.01	-
- More than 3 Years	-	
Undisputed Trade Receivables-which have significant increase in credit risk	-	
Undisputed Trade Receivables-Credit impaired	-	
Disputed - Considerd good	-	
Disputed Trade Receivables-which have significant increase in credit risk	-	
Disputed Trade Receivables-Credit impaired	-	
Total	**11,940.60**	**5,322.28**

Note 9(a) **Cash & Cash Equivalents**

Cash in Hand	41.01	15.43
Balance with Banks in Current Accounts ^	485.17	27.57
Balance with Banks in fixed deposits	-	0.50
	526.17	**43.50**

The Fixed deposit with Banks as cash & cash equivalent are the deposit with original maturity upto 3 months.

Note 9(b) **BANK BALANCE OTHER THAN CASH AND CASH EQUIVALENTS**

Balances with bank		
(i) Fixed Deposit (Maturity more than 3 months)	0.50	
	0.50	-

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

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OFFICER

RACE ECO CHAIN LIMITED

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Chartered Accountants

Note 10 **Short Term Loans and Advances**

	March 2025	March 2024
Short - Term Loans and Advances:		
At Amortised Cost		
Unsecured , Considered Good		
Inter Corporate Loan to Related Parties	99.16	853.99
Inter Corporate Loan	25.69	-
	124.85	**853.99**

Note 11 **Current Tax Assets (net)**

	March 2025	March 2024
Advance Income Tax/TDS/TCS (net of provision)		
TDS Receivables& Advance tax	81.05	61.43
TOTAL	**81.05**	**61.43**

Note 12 **Equity Share Capital**

	March 2025	March 2024
Authorised Share Capital		
2,50,00,000 Shares (Previous year 2,50,00,000) of Rs. 10 each	2,500.00	-
	2,500.00	**-**
Issued, Subscribed & Paid-up Share Capital		
17257200 Shares (Previous year 1,64,32,200.) of Rs. 10 each	1,725.72	-
TOTAL	**1,725.72**	**-**

Terms/Rights attached to Equity Shares

The Company has only one class of equity shares each having a par value of Rs. 10 per share. All these shares have same rights & preferences with respect to payment of dividend, repayment of capital and voting.

Reconciliation of number of equity share outstanding at the beginning and at the end of the period

	March 2025	March 2024
Number of shares outstanding as at the beginning of the period	164.32	-
Add : Shares allotted	8.25	
Number of shares outstanding as at the end of the period	**172.57**	**-**

For RACE ECO CHAIN LIMITED

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Chartered Accountants

Share held in the company by each shareholder holding more than 5% (%)

	March 2025	March 2024
A) Sangeeta Pareekh	43.20	43.20
B) BLP Equity Research Private Ltd	23.40	23.40
C) Puja Malik	9.85	9.85

Details of Promoters holding end of the Year (%)

	March 2025	March 2024
A) Sangeeta Pareekh	43.20	43.20
B) BLP Equity Research Private Ltd	23.40	23.40
C) Dinesh Pareekh	7.00	7.00

Note 13 Other Equity

		March 2025	March 2024
I) Reserves & Surplus			
a. Retained Earnings			
Balance at the beginning of the period		545.39	390.48
Add: Profit/Loss for the period		389.29	154.91
Add: Gain/Loss due to subsy disposal		26.07	-
Balance at the end of the period		**960.75**	**545.39**
	TOTAL (I)	**960.75**	**545.39**
II) Other Comprehensive Income			
Balance at the beginning of the period		32.45	23.28
Add: Transfer during the year		-103.39	9.17
Balance at the end of the period		**-70.94**	**32.45**
	TOTAL (II)	**-70.94**	**32.45**
III) Share Premium			
Balance at the beginning of the period			
Add: Transfer during the year		**2821.50**	
Balance at the end of the period			
	TOTAL (III)	**2821.50**	**0.00**
TOTAL OTHER EQUITY (I+II+III)		**3711.32**	**577.84**

Nature & Purpose of Reserves:

Retained Earnings: Retained earnings represents surplus / accumulated earning of the company and are available for distribution to shareholders

Other Comprehensive Income: This represents the cumulative gains and losses arising on the fair valuation of equity instruments measured at fair value through other comprehensive income. and present value of Defined benefit obligation.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

RACE ECO CHAIN LIMITED

Gang Arun & Associates Chartered Accountants NEW DELHI

Note 14 Borrowings

Particulars	As at 31st March, 2025	As at 31st March, 2024
(a) Long Term Borrowings		
Total (I)	-	-
(b) Short Term Borrowings		
Carried at Amortized Cost		
Secured Loans		
Cash Credit Limits From		
ICICI Bank Limited	1,000.51	648.14
(Mortagage against Plot No. 56/33,Near Atlas Factory, Site-4 ,Ghaziabad,Sahibabad UP India 201010) and personal Gaurantee of Mr Sunil Kumar Malik & Mr. Pranav Wason.	-	-
HDFC Bank Limited		
(Exlusive Charge of Movable Fixed Assets and Fixed Deposit of Rs 1325 Lac)	1,762.86	-
Working Capital Demand loan from		
Tata Capital Limited	705.16	
(Personal Gaurantee of Mr Sunil Kumar Malik)		
Sale Invoice Discounting Limit (Bill Discounting Limit)		
S G Finserve Ltd.	2,015.46	662.89
Note:- (all the above facalities are furthre secured by first Pari Passu charge by way of HP of both present & future Current Assets among HFDC bank, ICICI Bank, Tata Capital Limited and S G Finserve Ltd.)		
Unsecured Loans		
Related Parties		
Loan From Director & Relatives	305.32	3.10
Intercorporate Loan		
Share India Capital Pvt Ltd (ROI 12% p.a.)	-	243.14
BGP 11 ANALYTICS Pvt.Ltd.(ROI 9% p.a)	-	213.00
Anmol Financial Services Ltd (ROI 12%p.a.)	-	202.71
Devbhoomi Commercial Pvt Ltd.(ROI 9% p.a)	-	54.66
SVP Housing Limited (ROI 9% p.a)	361.08	335.91
Securocrop Securities India Private Limited (ROI 7% p.a)	-	957.94
BLP Equity Research Pvt. Ltd. (ROI 9%p.a.)	-	362.36
Kalyan Capitals Limited (ROI @12.5%p.a.)	-	24.31
Total (II)	**6,150.38**	**3,708.19**
Total (I+II)	**6,150.38**	**3,708.19**

Note :The company has not defaulted in the repayment of Borrowings and interest thereon for the year ended of March 31, 2025

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

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Note 15 **Lease Liabilities**

PARTICULARS	As at 31st March 2025	As at 31st March 2024
Carried at Amortized Cost		
(a) Non-Current		
Lease Obligation	**8.80**	**524.43**
TOTAL (a)	**8.80**	**524.43**
Carried at Amortized Cost		
(a) Current		
Lease Obligation	**2.10**	**19.08**
TOTAL (b)	**2.10**	**-**
TOTAL [(a)+(b)]	**10.90**	**543.51**

Note 16 **Trade Payables**

PARTICULARS	As at 31st March 2025	As at 31st March 2024
a) Non Current		
Total outstanding dues of micro, small and medium enterprises (A)	-	
Total outstanding dues of creditor other than micro, small and medium enterprises (B)	-	
TOTAL (a)	**-**	**-**
b) Current		
Total outstanding dues of micro, small and medium enterprises (A)	**102.31**	
Total outstanding dues of creditor other than micro, small and medium enterprises (B)	**3,495.92**	1,676.40
	3,495.92	**1,676.40**
TOTAL [(a)+(b)]	**3,495.92**	**1,676.40**

Ageing Schedule - Current Trade payable

PARTICULARS	As at 31st March 2025	As at 31st March 2024
i) MSME		
Less than 1 year	-	-
1-2 years		
2-3 years		
More than 3 years		
ii) Others		
Less than 1 year	**3,482.27**	1,211.73
1-2 years	**13.65**	70.40
2-3 years	**-**	4.79
More than 3 years		
iii).Disputed dues – MSME		
iv) Disputed dues - Others		
Total	**3,495.92**	**1,286.93**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED

Garg Arun & Associates
NEW DELHI
Chartered Accountants

Note 17 **Provisions**

Particulars	As at 31st March, 2025	As at 31st March, 2024
Non-Current		
Provision for Employee Benefits		
Gratuity	14.75	9.82
TOTAL	**14.75**	**9.82**
Current		
Provision for Employee Benefits		
Gratuity	0.41	0.18
Other Provisions		
Provision for Current Tax	165.56	94.33
TOTAL	**165.97**	**94.50**

Note 18 **Other Financial Liabilities**

Particulars	As at 31st March, 2025	As at 31st March, 2024
Expenses Payable	17.43	15.25
Bonus Payable	2.77	
ESI & PF Payable	0.18	
Sitting Fees Payable	11.07	
Salary Payable	22.93	
	54.38	**15.25**

Note 19 **Other Current Liabilities**

Particulars	As at 31st March, 2025	As at 31st March, 2024
Advance Received from Customers	1.42	11.93
Duties & Taxes Payable	444.16	7.75
Other Current Liabilities	0.25	3.05
TOTAL	**445.83**	**22.73**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED

Garg Arun & Associates
NEW DELHI
Chartered Accountants

Note 20 Revenue from Operations (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Manufacturing Sale		
Sale of Recycled Products	10,143.20	233.68
		-
		-
Trading Sale		-
Sale of Waste Material	43,385.74	29,185.67
Sale of Biomass Products	1,870.70	4,430.54
Sale of Bagasse	64.00	
Sale of Fabric	0.27	
Sale of Pet Washflakes	-	898.25
Sale of Pet Washflakes	27.08	
Jobwork		
Sale of Recycled Products	18.54	-
		-
TOTAL	**55,509.54**	**34,748.14**
	55,509.54	
	0.00	

Note 21 Other Income (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Interest on FDR	44.57	2.14
Rental Income	2.17	
Interest Income	30.83	41.19
Interest on Security Deposit	0.18	
Rebate & Discount	-	0.19
Creditors Written Off	10.00	24.00
Misc Income	0.01	
Short & Excess	0.00	0.00
Handling Charges	0.11	0.98
Duty Draw Back Income	1.21	0.90
Rodtep Incentive	0.79	0.46
TOTAL	**89.87**	**69.86**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

RACE ECO CHAIN LIMITED

Garg Arun & Associates

NEW DELHI

Note 22 Purchase of Stock-in-Trade (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Pet Washflakes	35.02	858.40
Waste Material	42,161.63	28,166.94
Biomass Products	10,968.51	4,368.17
Recycable Products	563.25	72.43
Bagasse Products	61.21	-
Fabric Products	2.29	-
TOTAL	**53,791.91**	**33,465.94**

Note 23 Cost of Raw Material Conusmed (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Opening Stock of Raw Material	-	-
Fabric	71.51	36.19
Petwash Flakes		
Add:-	-	-
Fabric	153.28	58.21
	224.80	**94.40**
Less:-		
Closing Sock	-	-
Fabric	8.00	71.51
TOTAL	**216.80**	**22.89**

Note 24 Change in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade: (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Finished Goods	-	-
Finished Goods at the beginning of the year	-	-
Less: Finished Goods at the end of the year	-	-
Puma Products	-	-
	-	-
Sub - Total (A)	-	-
	-	-
Work-in-Progress at the End of the Year	-	-
Less: Work-in-Progress at the End of the Year	-	-
Sub - Total (B)	-	-
	-	-
Stock-in-Trade	-	-
Stock at the Beginning of the Year	24.85	25.33
Less: Stock at the End of the Year	- 137.27	11.54
Puma Products	-	-
Petwashflakes	-	13.31
Sub - Total (C)	- **112.42**	**0.48**
	-	-
(Increase) / Decrease in Inventories (A+B+C)	- **112.42**	**0.48**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

RACE ECO CHAIN LIMITED

Garg Arun & Associates

Note 25 Other Manufacturing Expenses (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Freight & Cartage	15.26	175.83
Job Work Charges	54.30	46.62
Other Manufacturing Exp.	9.50	14.55
	79.07	**237.00**

Note 26 Employee Benefits Expense (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Directors Remuneration	34.80	28.95
Salaries & Wages	247.61	175.65
Gratuity	3.19	6.10
Bonus	6.57	4.25
Contribution to Provident Fund	1.03	1.17
Contribution Towards ESI	0.97	0.68
Administration Expenses on PF & ESI	0.08	0.08
Incentive to Staff	3.87	1.58
Staff Welfare Exp.	7.16	5.51
Leave Encashment	0.65	-
Overtime Expense	1.36	0.91
TOTAL	**307.28**	**224.88**

Note 27 Finance Cost (Rs. in Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
Bank Charges	1.21	1.81
Bank Interest	103.54	-
Car Loan Interest	-	1.04
Interest on Lease Liab	10.09	9.57
Interest on Loan	293.52	266.29
Interest on Msme	0.70	
Loan Processing Charges	15.07	14.67
Interest Paid	-	0.13
TOTAL	**424.13**	**293.51**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

RACE ECO CHAIN LIMITED

Garg Arun & Associates
Chartered Accountants
NEW DELHI

Note 28 Other Expenses

(Rs. In Lacs)

PARTICULARS	As at 31st March, 2025	As at 31st March, 2024
(B) ADMINISTRATIVE EXPENSES		
Annual Listing Fees	6.00	-
Annual Maintenance Charges	0.67	0.67
Bad Debt	0.24	19.35
Labour Expense	4.44	-
BSE Processing Fees	-	4.10
Business Promotion Exp.	18.77	5.34
Clearing & Forwarding Exp.	1.89	0.92
Commission	32.39	6.52
Conveyance Expenses	0.95	1.00
Cartage expense	0.03	-
Electricity & Generator Charges	29.18	30.31
Festival Exp.	3.13	7.25
Forign Exchange Fluculation Exp.	0.31	0.55
Fuel Exp.	0.12	-
Insurance Exp.	5.58	3.23
Internet Exp.	1.28	-
Inauguration Expense	1.66	-
Loading & Unloading Expense	0.71	-
Late Fee GST	0.01	1.23
GST Expense	3.50	-
Legal & Professional Charges	1.14	1.22
Loss on Disposal of ROU & Lib.	-	3.91
Misc Exp.	1.63	1.27
Municipal Taxes	0.31	0.79
NSDL Charges	4.04	-
Office Exp.	3.47	3.32
Other Exp.	0.66	0.20
Penalties & Interest	0.63	0.40
Postage & Courier exp.	0.50	0.26
Printing & Stationery Exp.	4.32	2.71
Professional Charges	37.90	58.72
Director Sitting Fees	12.30	-
Rent Exp.	11.75	3.51
Vehicle Rent	4.40	-
Repair and Maintainence	5.96	4.17
ROC Fees	0.71	1.08
Round off	0.00	-
Security Expenses	1.66	0.98
Software Exp.	1.62	-
Subscriptionn charges	0.22	-
Interest on Tds & Income Tax Expense	5.22	0.08
Audit Fees	13.08	5.20
Telephone Exp.	1.15	1.24
Testing Exp.	0.13	0.18
Marine insurance Exp.	-	0.96
Tour & Travelling Exp.	15.79	19.59
Website Maintainance Charges	1.49	0.61
Debtors Written off	0.79	0.08
Statutory Expense	-	0.98
IT Division Expense	-	2.93
Freight & Carrier Expense	-	11.74
Preliminary Expense	15.55	10.68
Stamp Duty Exp	-	2.05
Transportation charges	-	0.90
Total(B)	**257.27**	**220.22**

RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

RACE ECO CHAIN LIMITED
NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025

Note 29 Remuneration to auditors (exclusive of taxes)

(Rs. in Lacs)

	As at 31st March 2025	As at 31st March 2024
Payment To Auditors:		
Statutory Auditor:		
Statutory Audit & Limited Reviews	11.58	5.20
Internal Auditor Fees	1.50	-
Total	**13.08**	**5.20**

Note 30 Earnings per equity share

(Rs. in Lacs, except EPS)

	As at 31st March 2025	As at 31st March 2024
Net profit attributable to equity shareholders [A]	**419.48**	**154.70**
Weighted average number of equity shares issued (face value of Rs. 10 each) (Numbers in Lacs)	168.55	168.55
Total Weighted average number of equity shares [B] (face value of Rs. 10 each) (Numbers in Lacs)	168.55	168.55
Basic earnings per share [A/B] (in Rs.)	**2.49**	**0.92**
Net Profit attributable to equity shareholders [C]	**419.48**	**154.70**
Less : Impact on net profit due to exercise of diluted potential equity shares [D]	-	-
Net profit attributable to equity shareholders for calculation of diluted EPS [C-D]	**419.48**	**154.70**
Weighted average of equity shares issued (face value of Rs 10 each) (Numbers in Lacs) [E]	171.04	168.55
Weighted number of additional equity shares outstanding for diluted EPS (Numbers in Lacs) [F]	-	-
Weighted number of equity shares outstanding for diluted EPS (Numbers in Lacs) [E+F]	171.04	168.55
Diluted earnings per share [C-D/E+F] (in Rs.)	**2.45**	**0.92**

Note 31 Foreign currency transactions

(i) Income in foreign currency (On accrual basis)

(Rs. in Lacs)

Particulars	As at 31st March 2025	As at 31st March 2024
Export of Goods	59.58	37.28
Total	**59.58**	**37.28**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

RACE ECO CHAIN LIMITED

Garg Arun & Associates NEW DELHI Chartered Accountants

Note 32 **Unhedged foreign currency exposure**

a) Payables- Nil

b) Receivables **(Rs. in Lacs)**

Nature Planet Aps	USD	0.59	-

Note 33 **Employee benefits**

Disclosure pursuant to Ind AS -19 "Employee benefits" is given as below:

Defined Benefit Plan – Gratuity

The Group offers its employees defined-benefit plans in the form of a gratuity scheme (a lump sum amount). Benefits under the defined benefit plans are typically based on years of service and the employee's compensation (generally immediately before retirement). The gratuity scheme covers substantially all regular employees.

Such plan exposes the Group to actuarial risks such as: Interest rate risk, Liquidity Risk, Salary Escalation Risk, demographic risk and Regulatory Risk.

Interest Rate Risk	The plan exposes the Group to the risk of falling interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the liability.
Liquidity Risk	This is the risk that the Group may not be able to meet the short-term gratuity payouts. This may arise due to non availabilty of enough cash/cash equivalent to meet the liabilities or holding of iiliquid assets not being sold in time.
Demographic risk	The Group has used certain mortality and attrition assumptions in valuation of the liability. The Group is exposed to the risk of actual experience turning out to be worse
Salary Escalation Risk	The present value of the defined benefit plan is calculated with the assumption of salary increaserate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have bearing on the plan's liabilty.
Regulatory Risk	Gratuity benefit is paid in accordance with the requirements of the Payment of Gratuity Act,1972 (as amended from time to time). There is a risk of change in regulations requiring higher gratuity payouts (e.g.Increase in the maximum limit on gratuity of Rs. 20,00,000 etc.).

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

RACE ECO CHAIN LIMITED

Garg Arun & Associates
Chartered Accountants
NEW DELHI

(i) **The following tables set out the funded status of the gratuity benefit Scheme and the amounts recognized in the Group's financial statements :**

(Rs. in Lacs)

Particulars	For the period ending	
	March 31, 2025	March 31, 2024
Change in benefit obligations		
Benefit obligations at the beginning	10.00	16.15
Current Service Cost	5.56	4.89
Past Service Cost	-	-
Interest on defined benefit obligation	0.72	1.22
Actuarial loss / (gain)	- 1.12	- 12.25
Benefit Paid	-	-
Closing Defined Benefit Obligation (A)	**15.16**	**10.00**
Translation/ Forex impact (B)	-	-
Payable gratuity benefit (A-B)	**15.16**	**10.00**
Current Provision (Refer note 17)	-	-
Non-Current Provision (Refer note 17)	15.16	10.00

(ii) Amount recognised in the Statement of Profit and Loss

Particulars	For the period ending	
	March 31, 2025	March 31, 2024
Current Service Cost	5.56	4.89
Past Service Cost		
Interest on net defined benefit obligations	0.72	1.22
Net Actuarial (Gain) / Loss recognised in the period		-
Total Included in "Employee Benefit Expense"	**6.28**	**6.10**

(iii) Amount recognised in the Other Comprehensive Income

Particulars	For the period ending	
	March 31, 2025	March 31, 2024
Actuarial (gains) / losses		
- change in demographic assumptions		
- change in financial assumptions	0.71	0.33
- experience variance (i.e. Actual experience vs assumptions)	- 1.82	- 12.58
Components of defined benefit costs recognised in other comprehensive income	**- 1.12**	**- 12.25**

(iv) Principle actuarial assumption

Assumptions	March 31, 2025	March 31, 2024
Discount Rate (per annum)	6.75%	7.20%
Salary escalation (per annum)	5.00%	5.00%
Mortality rate	100% of IALM 2012-14	100% of IALM 2012-14

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

RACE ECO CHAIN LIMITED

Garg Arun & Associates, NEW DELHI, Chartered Accountants

The discount rate indicated above reflects the estimated timing and currency of benefit payments. It is based on the yields/ rates available on applicable bonds as on the current valuation date.

The salary growth rate indicated above is the Group's best estimate of an increase in salary of the employees in future years, determined considering the general trend in inflation, senority, promotions, past experience and other relevant factors such as demand and supply in employment market, etc.

(v) Sensitivity Analysis

Significant actuarial assumptions for the detemination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis is given below:

(Rs. in Lacs)

Particulars	March 31st 2025	March 31st 2024
Defined Benefit Obligation (Base)	15.16	10.00

(Rs. in Lacs)

Particulars	As at March 31, 2025		As at March 31, 2024	
	Decrease	Increase	Decrease	Increase
Discount Rate (- / + 1%)	16.94	13.65	11.18	8.99
(% change compared to base due to sensitivity)	11.74%	-9.94%	11.80%	-10.10%
Salary Growth Rate (- / + 1%)	13.61	16.95	8.96	11.20
(% change compared to base due to sensitivity)	-10.18%	11.83%	-10.40%	12.00%
Attrition Rate (- / + 50% of attrition rates)	14.99	15.12	9.98	9.85
(% change compared to base due to sensitivity)	-1.14%	-0.27%	-0.20%	-1.50%
Mortality Rate (- / + 10% of mortality rates)	15.14	15.14	9.99	10.01
(% change compared to base due to sensitivity)	-0.09%	0.09%	-0.10%	0.10%

(vi) Maturity Profile of Defined Benefit Obligation

Weighted average duration (based on discounted cashflows)	**11 Years**

Expected cash flows over the next (valued on undiscounted basis):	Rs. in Lacs
1 year	0.41
2 to 5 Years	3.65
6 to 10 Years	8.23
More than 10 Years	25.10

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

FOR RACE ECO CHAIN LTD.

RACE ECO CHAIN LIMITED

Garg Arun & Associates, Chartered Accountants, NEW DELHI

Note 34 **Related Party Transactions (as per INDAS 24)**

The names of the related parties and nature of the relationship where control exists are disclosed irrespective of whether or not there have been transactions between the related parties during the year. For Others, the names and the nature of relationship is disclosed only when the transactions are entered into by the Group with the related parties during the existence of the related party relationship.

(i) Names of related parties and nature of relationship

Category of related parties	Name of Related Parties
Promoters & Key Management Personnel	Sunil Kumar Malik
	Anil Kumar Behl
	Prashant Khandelwal
	Gopal Agarwal
	Pranav Vasan
	Dinesh Pareekh
	Sangeeta Pareekh
	BLP Equity Research Pvt Ltd
	BGP -11 Analytics Pvt Ltd
	Sanjay Kukreja
	Lalit Malik
	Seema Malik
	Shiwati Gandhi
	Piyanshu Sharma
	THILAGAM TAMILARASAN
	THAMILARASAN
	NEELAM JAIN
	PUNEET BHAWAKER
	RAMA NAND GUPTA
	RAKESH KUMAR
	SHIV KUMAR PAREEK
	NAVEEN DHIMAN
	SUMAN KHANDELWAL
	BHUPESH SHARMA
	RAJ KUMAR MODANI
	SANJAY MODANI
	SANDHYA KHOLI
	SANJEEV SINGH
Relatives of Directors and Key Management Personnel	
Entities in which the Key Management Personnel and their relatives identified above having control/significant influence	1) Vista Furnishing Ltd.
	2) Securocrop Securities India Pvt Ltd
	3) Gem Enviro Management Pvt Ltd
	4) Kalyan Capitals Limited
	5) SVP Housing Limited.
	5) Gin Spin Pvt. Ltd.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

RACE ECO CHAIN LIMITED

(ii) **Transactions with Related Parties**

The Transactions have been summarized in the below table; and as the Group has voluminous transactions during the period, thus, details have been provided in table (iii) for transactions having value more than Rs. 1 Lac only (Material Transactions).

The following transactions were carried out with related parties in the ordinary course of business:

(Rs. in Lacs)

Nature of Transaction	2024-25		2023-24	
	Transaction	Balance	Transaction	Balance
Key Management Personnel				
Remuneration & Incentives				
(a) Mr. Sunil Kumar Malik	24.00		24.00	
(b) Mr. Anshu Agarwal	0.00		3.90	
(c) Mr. Ramanand Gupta	0.00		4.95	
(d) Ms. Shiwati	7.29		6.73	
(e) Piyanshu Sharma	5.00		3.26	
Loan Taken				
Mr. Sunil Kumar Malik	0.00	0.00	7.38	3.10
Mr. Dinesh Pareekh	0.00	0.00	400.00	200.00
Mr. THILAGAM TAMILARASAN	66.00	67.08		
Mr. THAMILARASAN	124.00	127.25		
Mr. Dhanam	46.00	47.21		
Loan Repaid				
Mr. Sunil Kumar Malik	3.10	0.00	18.51	3.10
Mr. Dinesh Pareekh	0.00	0.00	225.00	0.00
Intercorporate Loan Taken				
Securocrop Securities India Private Limited	0.00	0.00	200.00	853.00
BLP Equity Research Pvt Ltd	0.00	0.00	0.00	325.00
BGP 11 ANALYTICS PVT LTD	0.00	0.00	400.00	200.00
SVP Housing Limited.	0.00	300.00	0.00	300.00
Intercorporate Loan Repaid				
BLP Equity Research Pvt Ltd	325.00	0.00	0.00	325.00
BGP 11 ANALYTICS PVT LTD	200.00	0.00	200.00	0.00
Securocrop Securities India Private Limited	853.00	0.00		
Interest paid on Intercorporate Loan				
BLP Equity Research Pvt Ltd	14.79	0.00	27.22	37.36
Securocrop Securities India Private Limited	30.98	0.00	55.52	104.94
BGP 11 ANALYTICS PVT LTD	8.83	0.00	13.00	13.00
THILAGAM TAMILARASAN	1.08	0.00	0.00	0.00
THAMILARASAN	3.25	0.00	0.00	0.00
Dhanam	1.21	0.00	0.00	0.00
SVP Housing Limited.	30.76	61.08	30.84	35.91
Loan Given				
Vista Furnishing Pvt Ltd	0.00	0.00	75.00	0.00
Kalyan Capitals Limited	243.00	75.00	1292.55	807.62
Loan Received Back				
Vista Furnishing Pvt Ltd	0.00	0.00	264.00	0.00
Kalyan Capitals Limited	975.62	75.00	592.78	807.62
Interest received				
Vista Furnishing Pvt Ltd	0.00	0.00	3.22	0.00
Kalyan Capitals Limited	55.28	24.41	27.44	22.60
Purchase Made				
Vista Furnishing Pvt Ltd	744.17	39.53	2.27	
Gem Enviro Management Private Limited	6.00	0.83	0.00	0.00
Sale Made				
Vista Furnishing Pvt Ltd	160.77	146.13	6.42	0.00
Gin Spin Pvt. Ltd.	89.31	89.31	0.00	0.00
Kalyan Capitals Limited	0.00	0.00	0.39	0.00
Briquettes Vista Furnishing Pvt. Ltd.	0.00	0.00	9.65	0.00

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

CHIEF FINANCIAL OFFICER

Note 35 **Income Taxes**

The Group pays taxes according to the rates applicable in India. Most taxes are recorded in the income statement and relate to taxes payable for the reporting period (current tax), but there is also a charge or credit relating to tax payable for future periods due to income or expenses being recognised in a different period for tax and accounting purposes (deferred tax). Tax is charged to equity when the tax benefit exceeds the cumulative income statement expense on share plans.The Group provides for current tax according to the tax laws of India using tax rates that have been enacted or substantively enacted by the balance sheet date. Management periodically evaluates positions taken in tax returns in respect of situations in which applicable tax regulation is subject to interpretation. It establishes provisions, where appropriate, on the basis of amounts expected to be paid to the tax authorities.

Deferred tax is provided, using the liability method, on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax is recognised in respect of all temporary differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date.

A deferred tax asset is recognised when it is considered recoverable and Therefore recognised only when, on the basis of all available evidence, it can be regarded as probable that there will be suitable taxable profits against which to recover carried forward tax losses and from which the future reversal of underlying temporary differences can be deducted. Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the temporary differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

a.) Income Tax Expense recognised in Statement of Profit and loss for the period:

(Rs. In Lacs)

Particulars		For the period ended	
		31st March, 2025	31st March, 2024
Current Tax:			
- Relating to Current year		165.43	91.23
- Relating to Preceding year	-	7.64	-
Deferred Tax:			
- Relating to Current year	-	22.69	26.97
Total		**135.10**	**118.20**

b.) Income tax expense/(benefit) recognised directly in other comprehensive income for the period:

(Rs. In Lacs)

Particulars	For the period ended	
	31st March, 2025	31st March, 2024
Income tax expense/(benefit) recognised in other comprehensive income		
- Relating to Tax effect on actuarial (gain)/ loss on defined benefit obligations	1.12	12.25
- Related to Tax effect on net gain/(loss) on fair value of current investment	-139.28	-
Total	**-138.16**	**12.25**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED

Garg Arun & Associates

c.) Reconciliation of tax expense and the accounting profit multiplied by tax rate for the period

(Rs. In Lacs)

Particulars	For the period ended	
	31st March, 2025	31st March, 2024
Accounting Profit/(loss) Before Tax	**548.40**	**272.90**
Enacted tax rate	0.25	0.25
Computed tax expense	**138.02**	**68.68**
Tax effect of:		
Non-deductible expenses for tax purpose	41.45	25.97
Deductible expenses for tax purpose	- 14.04	- 11.06
Deductions on income	-	-
Income taxed at lower rate	-	-
Income tax/(benefit) relating to previous years	-	-
Deferred tax liability/(asset) charged during the year	-	-
Total Tax expense charged	**165.43**	**83.59**
Effective tax rate	**30.17%**	**30.63%**

d.) The movement in deferred tax assets/ (liabilities) during the year:

(Rs. In Lacs)

Deferred tax assets/(liabilities)	in OCI	in Profit & Loss	Total
Balance as at 1st April, 2023	**0.00**	**-32.03**	**-32.03**
Expense allowed in the year of payment (Gratuity)	3.08	0.00	**3.08**
Difference between book and tax depreciation	0.00	26.97	**26.97**
Differences as per ICDS	0.00	0.00	**0.00**
Other	0.00	0.00	**0.00**
Balance as at 31st March, 2024	**3.08**	**-5.06**	**-1.98**
Expense allowed in the year of payment (Gratuity)	-0.28	0.00	**-0.28**
Expense allowed in the year of payment (Investment)	35.05	0.00	**35.05**
Difference between book and tax depreciation	0.00	20.59	**20.59**
Asset on Lease and Lease Liability	0.00	0.00	0.00
Differences as per ICDS	0.00	0.00	**0.00**
Other	0.00	0.00	**0.00**
Adjustment due to prior period items	0.00	0.00	**0.00**
Balance as at 31st March, 2025	**37.85**	**15.53**	**53.38**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

RACE ECO CHAIN LIMITED

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Chartered Accountants

Note 36 **Fair value measurement**

Fair value hierarchy:

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based on quoted market prices at the end of the reporting period. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3 : If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

Fair value measurement

(i). Accounting classification and fair values

The following table shows the carrying amount and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy as at 31st March, 2025:

(Rs. in Lakhs)

Particulars	Carrying amount			Total	Fair Value			Total
	FVPL	FVOCI	Amortised Cost		Level 1	Level 2	Level 3	
Financial assets:								
(a) Cash and Cash equivalents	-	-	526.17	**526.17**	-	-	-	-
(b) Bank Balance other than (a) above	-	-	0.50	**0.50**	-	-	-	-
(c) Derivative financial instruments	-	-		-	-	-	-	-
(d) Securities for trade	-	-	-	-	-	-	-	-
(e) Receivables				-	-	-	-	-
(I) Trade Receivables	-	-	11,940.60	**11,940.60**	-	-	-	-
(II) Other Receivable	-	-	-	-	-	-	-	-
(f) Loans	-	-	124.85	**124.85**	-	-	-	-
(g) Investments	-	861.52	571.85	**1,433.38**	861.52	-	-	**861.52**
(h) Other Financial assets	-	-	1,424.34	**1,424.34**	-	-	-	-
Total financial assets	-	**861.52**	**14,588.32**	**15,449.84**	**861.52**	-	-	**861.52**
				-				
Financial liabilities:								
(a) Derivative financial instruments	-	-	-	-	-	-	-	-
(b) Payables				-				
(I)Trade Payables			3,598.23	**3,598.23**	-	-	-	-
(II) Other Payables				-				
(c) Debt Securities			-	-				
(d) Borrowings (Other than Debt Securities)	-	-	6,150.38	**6,150.38**	-	-	-	-
(e) Lease Liabilities	-	-	10.90	**10.90**	-	-	-	-
(f) Other financial liabilities		-	54.38	**54.38**	-	-	-	-
Total financial liabilities	-	-	**9,813.90**	**9,813.90**	-	-	-	-

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED

Garg Arun & Associates
NEW DELHI
Chartered Accountants

(ii). Financial Instruments not measured at fair value

Financial assets not measured at fair value includes cash and cash equivalents, trade receivables, loans and other receivables. These are financial assets whose carrying amounts approximate fair value largely due to their short term nature.

Additionally, financial liabilities such as trade payables, borrowings and Lease liabilities are not measured at fair value, whose carrying amounts approximate fair value largely due to the nature of these liabilities.

Note 37 **Financial risk management**

Group has operations in India. Whilst risk is inherent in the Group's activities, it is managed through an integrated risk management framework, including ongoing identification, measurement and monitoring, subject to risk limits and other controls. This process of risk management is critical to the Group's continuing profitability and each individual within the Group is accountable for the risk exposures relating to his or her responsibilities. The Group is exposed to credit risk, liquidity risk and market risk. It is also subject to various operating and business risks.

A. Market Risk

Market risk is the risk that the fair value or future Cash flows of a financial instrument will fluctuate because of changes in market prices. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

(i) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates.

The Group's exposure to foreign currency risk at the end of reporting period is shown in note no 37

(ii) Interest rate risk

The Group is exposed to Interest risk if the fair value or future cash flows of its financial instruments will fluctuate as a result of changes in market interest rates. Fair value interest rate risk is the risk of changes in fair values of fixed interest bearing investments because of fluctuations in the interest rates.

The Group's interest rate risk arises from interest bearing deposits with bank and loans given to customers. Such instruments exposes the Group to fair value interest rate risk. Management believe that the interest rate risk attached to this financial assets are not significant due to the nature of this financial assets.

(iii) Market price risks

The Group is exposed to market price risk, which arises from FVTPL and FVOCI investments. The management monitors the proportion of these investments in its investment portfolio based on market indices. Material investments within the portfolio are managed on an individual basis and all buy and sell decisions are approved by the appropriate authority.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

RACE ECO CHAIN LIMITED

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B. Liquidity risk

Liquidity risk is the risk that the entity will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The entity's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the entity's reputation.

Prudent liquidity risk management requires sufficient cash and marketable securities and availability of funds through adequate committed credit facilities to meet obligations when due and to close out market positions.

The Group has a view of maintaining liquidity with minimal risks while making investments. The Group invests its surplus funds in short term liquid assets in bank deposits and liquid mutual funds. The Group monitors its cash and bank balances periodically in view of its short term obligations associated with its financial liabilities.

The table below summarises the maturity profile of the Group's financial liabilities based on the contractual undiscounted payments.

(Rs. in Lacs)

Particulars	On Demand / less than 3 months	Payable within 3 to 12 months	Payable more than 1 year and less than 5 year	Payable more than 5 year
Year ended 31st March 2025				
Payables				
(I) Trade payables		3,482.27	13.65	-
(II) Other payables		445.83	-	-
Borrowings (Other than debt securities)		6,150.38	-	-
Year ended 31st March 2024				
Payables				
(I) Trade payables	389.47	1,074.85	-	-
(II) Other payables		37.98	-	
Borrowings (Other than debt securities)		2,750.25	-	957.94

C. Credit risk

Credit risk is the risk that the Group will incurr a loss because its customers or counterparties fail to discharge their contractual obligation. The Group manages and controls credit risk by setting limits on the amount of risk it is willing to accept for individual counterparties, and by monitoring exposures in relations to such limits.

The maximum exposure to credit risk for each class of financial instruments is the carrying amount of that class of financial instruments presented in the financial statements. The Group's major classes of financial assets are cash and cash equivalents, loans, investment in mutual fund units, term deposits, trade receivables and security deposits.

Deposits with banks are considered to have negligible risk or nil risk, as they are maintained with high rated banks / financial institutions as approved by the Board of directors.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

FOR RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED

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Chartered Accountants

NOTE : 38 **Contingent liabilities (to the extent not provided for)** **(Rs. In Lacs)**

Particulars	As at 31st March, 2025	As at 31st March, 2024
(i) Guarantees given	Nil	Nil
(ii) Demand in respect of income tax matters (Refer Note a below)	18.85	Nil

(a) Demand in respect of income tax matters # :-

(i) The Group has outstanding demand of Rs. 14.44 lacs related to Assessment Year 2024-25 ,Rs. 0.91 lacs is related to Assessment Year 2021-22, Rs.0.49 lacs is related to Assessment Year 2010-11 and Rs.2.99 lacs is related to Assessment Year 2009-10 in respect of Income Tax matters.

The Group is contesting these demands and the management believe that its position will likely to be upheld in the appellate process/rectifications etc. and accordingly no provision has been accrued in the financial statements for these tax demand raised. The management believes that the ultimate outcome of this proceeding will not have a material adverse effect on the Group's financial position and results of operations.

Based on favourable decisions in similar cases, the Group does not expect any liability against these matters in accordance with principles of Ind AS -12 'Income taxes' read with Ind AS -37; Provisions, Contingent Liabilities and Contingent Assets' and hence no provision has been considered in the books of accounts for such instances.

The above amounts doesn't contain interest and penalty where included in the order issued by the department to the Group.

NOTE : 39 **Commitments**

Particulars	As at 31st March, 2025	As at 31st March, 2024
Estimated amount of contracts remaining to be executed on capital account.	1828.97	Nil

NOTE : 40 **Title deeds of immovable property not held in the name of the Group.**

The Group holds title deeds of all the immovable property (Other than properties where the Group is the lessee and the lease agreements are duly executed in favour of the lessee) in the name of the Group.

NOTE : 41 **Details of Loan & Advances in the nature of loan granted to Promoters, Directors, Key Management Personnel & the related parties (as defined under Group Act 2013)**

(a) Repayable on demand or
(b) Without specifying any term or period of repayment

The Group has not granted loans or advances in the nature of loans to the director, promoters, Key managerial personnel and their relatives.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

RACE ECO CHAIN LIMITED

Garg Arun & Associates NEW DELHI Chartered Accountants

NOTE : 42 **Ratio analysis**

S. No.	Ratio	Numerator	Denominator	Current Period	Previous Period	% of Variance	Reasons of Variance
1	Current Ratio	Current Assets	Current Liabilities	1.35	1.27	6.59%	
2	Debt Equity ratio	Total Debt	Shareholders Equity	0.86	1.25	-31.50%	During the Year there is an infusion of Share capital exceeding the increase in borrowing resulting in reduced ratio.
3	Debt Service Coverage ratio	Earnings Available for Debt Service (Net profit before Taxes+ Non Cash operating Expenses Depriciation and Auxillary+ Interest+ other Adjustments like loss on sale of Fixed Assets etc)	Debt Service (Interest+Lease Payments +Principal Repayments)	2.48	2.28	8.96%	
4	Return on Equity	Net Profit after tax- Prefered Dividend (If Any)	Equity	5.86%	9.00%	-15.86%	
5	Inventory Turnover Ratio	Cost of Goods Sold or Sales	Average Inventory	503.70	440.18	14.43	
6	Trade Receivable Turnover Ratio	Net Credit Sale	Average Accounts receivable	6.36	7.57	-16.01%	
7	Trade Payable Turnover Ratio	Net Credit Purchase	Average Trade Payable	12.13	23.50	-48.40	The ratio increased due to renegotiated credit terms with suppliers.
8	Net Capital Turnover Ratio	Net Sales	Average Working Capital	15.07	23.19	-35.04%	During the year the working capital incraesed due to increase in short term funds resulting in reduced ratio.
9	Net Profit ratio	Net Profit	Net Sales	0.76	0.45	69.74%	Net sales has increased resulting in higher ratio.
10	Raturn on Capital Employed	Earning before Interest & Taxes	Capital Employed (Tangible Net Worth+ Total Debt+DTL)	12.42	12.36	45.00%	During the year the capital employed increased due to infusion of share capital resulting in reduced ratio.
11	Return on investment	Net Return on Investment	Cost of Investment	0.63	- 2.11	-129.85%	During the year Acquisition of Subsidiaries

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED

Garg Arun & Associates
NEW DELHI
Chartered Accountants

NOTE : 43 **Capital work in progress ageing & overdue or has exceeded to its original plan**

The Capital Work in Progress-Building is going to be completed with in scheduled time next year as per below ageing

CWIP	Amount in CWIP for a period of
	Less than 1 year (Rs. In Lakhs)
1-PROJECTS IN PROGRESS	
(i)Construction at Chennai GI	19.40
(ii)Construction at Erode	3.31
(iii)Construction at Madipakkam (VLCY)	8.89
(iv)Construction at Theni	6.41
(v)Construction at Tirunelveli (TEN)	9.12
(vi)Construction at Tiruppur (TUP)	1.19
(vii)Construction at Head Office	2.84
(viii)Construction at khasra No. 768, Ranchi , Jharkhand, 835217	0.74
2-PROJECTS TEMPORARILY SUSPENDED	-
Total	51.89

NOTE : 44 **Intangible assets under development**

Group does not have any intangible assets under development.

NOTE : 45 **Details of Benami Property held**

No proceedings have been initiated or pending against the Group for holding any benami property under the benami transactions (Prohibition) Act, 1988 and the rules made thereunder.

NOTE : 46 **Wilful defaulter**

The Group has not made any default in the repayment of any borrowing, as such the declaration as wilful defaulter is not applicable.

NOTE :47 **Relationship with stuck of the Group**

The Group did not have any transaction with companies struck off under section 248 of the companies act 2013 or section 560 of the companies act, 1956 as such no declaration is required to be furnished.

NOTE :48 **Registration of Charge/Satisfaction**

There is no charge or satisfaction of charges which is pending for registration beyond the statutory period.

NOTE : 49 **Compliance with number of layer of completion**

The Group have two layers subsidiary Group as such there is no non compliance with the number of layers prescribed under clause (87) section 2 of the Act read with companies (Restriction on number of layers) Rules, 2017.

NOTE : 50 **Compliance with approved scheme (s) of arrangements**

No scheme of arrangements was required u/s 230 to 237 of the companies Act, 2013 during the year, as such disclosure is not required.

NOTE : 51 **Utilisation of borrowed fund & Share Premium**

a) The Group has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kinds of funds) to any other person or entities including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

b) The Group has not received any fund from any person or entities including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

NOTE : 52 **Undisclosed Income**

The Group has neither surrendered nor disclosed any income during the year in the tax assessments under the Income Tax Act, 1961.

NOTE : 53 **Corporate Social Responsibility (CSR)**

Not Applicable

NOTE : 54 **Cryptocurrency or Virtual Currency**

The Group has neither traded nor invested in cryptocurency or virtual currency as such no dislosure is required.

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

RACE ECO CHAIN LIMITED

Gupta Arun & Associates
NEW DELHI
Chartered Accountants

NOTE : 55 **DISCLOSURE REQUIREMENTS UNDER MSMED ACT, 2006**

The Group has no dues to suppliers (trade and capital) registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act').
The disclosures pursuant to the said MSMED Act are as follows:

(Rs. In Lakhs)

PARTICULARS	31.03.2025
- Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	39.17
- Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	0.70
- Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	
- Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	
- Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	
- Interest due and payable towards suppliers registered under MSMED Act, for payments already made	
- Further interest remaining due and payable for earlier years	-

NOTE : 56 Previous year's figures have been regrouped / reclassified and rearranged wherever necessary to correspond with the current year's classification / disclosure.

NOTE : 57 **Non-Controlling Interest**

i) (a). Proportion of equity interest held by non-controlling interests:

Name	Country of Incorporation	% of Equity Interest held by Non-controlling Interest	
		As on March 31, 2025	As on March 31, 2024
Abhay Innovative Recycling Limited	India	100.00%	0.66%
India Polymer Private Limited	India	35.00%	35.00%
Silverline Eco thrive private limited	India	49.00%	NIL
Ganesha Recycling chain private limited	India	49.00%	NIL
Vasundhara Envirogreen Private Limited	India	5.00%	NIL

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED

NEW DELHI

i) (b). Information regarding Non-controlling Interest

As on March 31, 2025 (Rs. in lacs)

Particulars	Abhay Innovative Recycling Limited	India Polymer Private Limited	Silverline Eco Thrive Private Limited	Ganesha Recycling Chain Private Limited	Vasundhara Envirogreen Private Limited	Total
Non-controlling Interest at the beginning of the year	2.51	0.15	-	-	-	**2.66**
Share of Non-controlling Interest in Net Assets on Acquisition date *	-	-	306.25	293.99	4.94	**605.18**
Share in Total Comprehensive Income for post acquisition year	(0.18)	(0.47)	35.21	(4.49)	0.09	**30.16**
Disinvestment in Subsidiary	(2.33)		-			**(2.33)**
Other Adjustments (prior year adjustments)						-
Non-controlling interest at the end of year	**-**	**(0.32)**	**341.46**	**289.50**	**5.03**	**635.67**

NOTE : 58 Previous year's figures have been regrouped / reclassified and rearranged wherever necessary to correspond with the current year's classification / disclosure. Previous year's figures aare not comparable since the subsidiary companies were incorporated during the year.

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR GARG ARUN & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN : 08180N

RAMAN KUMAR GARG
(PARTNER)
M.NO.090564
PLACE : DELHI
DATED : 30 MAY 2025

FOR RACE ECO CHAIN LIMITED

For RACE ECO CHAIN LIMITED

Director

PRANAV WASON
NON EXECUTIVE DIRECTOR
DIN 07631095

For RACE ECO CHAIN LIMITED.

CHIEF FINANCIAL OFFICER

PIYANSHU SHARMA
CFO

For RACE ECO CHAIN LIMITED

Director

SUNIL KUMAR MALIK
MANAGING DIRECTOR
DIN 00143453

SHIWATI
COMPANY SECRETARY

NOTE:59 Segment Disclosures

Operating segments are defined as components of an enterprise for which discrete financial information so availabel that is evaluated regularly by Chief Operating decision -maker (CODM), in deciding how to allocate resources and assessing performance.

The Company has considered business segment as reportable segment for disclosure. The products and services included in each of the reported business segments are as follows:

SEGMENT	ACTIVITIES
Recycle Division	All types Waste Plastic, Pipes & Paper
Restore Division	Home furnishing, Bags & Garments
Biomass Division	Sale of BRIQUETTES
Unallocated	Not allocable to any other segments

` in Lacs

1 Segment Revenue	Year ended March 31, 2025			Year ended March 31, 2024		
	External	Internal Segments	Total	External	Internal Segments	Total
Recycle Division	52,745.02		52,745.02	30,083.91		30,083.91
Restore Division	893.81		893.81	233.68		233.68
Biomass Division	1,870.70		1,870.70	4,430.54		4,430.54
Unallocated				-		-
Total	**55,509.53**	**-**	**55,509.53**	**34,748.13**	**-**	**34,748.13**
Eliminations						
Revenue from Operations	**55,509.53**	**-**	**55,509.53**	**34,748.13**	**-**	**34,748.13**
2 Segment Results(PBT)	**Year ended March 31, 2025**			**Year ended March 31, 2024**		
Recycle Division			893.80			589.44
Restore Division			25.47			(6.09)
Biomass Division			21.09			57.65
Unallocated			32.17			(74.60)
Total			**972.53**			**566.41**
Eliminations			-			-
Consolidated Total			**972.53**			**566.41**
Unallocated (expense) net unallocated income						
Profit before Interest and Taxation			**972.53**			**566.41**
Finance Costs			424.12			293.51
Profit Before Tax			**548.40**			**272.90**
Share of Profit and (Loss) in associates			6.18			
Tax Expense			135.10			118.20
Profit After Tax from Continuing Operations			419.48			154.70
OCI Profit /(Loss)			(103.39)			9.17
Profit for the period after Tax			316.09			163.87

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

3 Other Informations

` in Lacs

Particulars	Year ended March 31, 2025		Year ended March 31, 2024	
Segment Assets				
Recycle Division		15,940.98		6,041.63
Restore Division		489.02		241.89
Biomass Division		151.73		463.55
Unallocated		1,651.85		1,549.03
less : Intersegment Eliminations		-		-
		18,233.58		**8,296.10**
Add:Unallocable Assets		-		-
Total Assets	(A)	**18,233.58**		**8,296.10**
Segment Liabilities				
Recycle Division		9,686.57		2,826.55
Restore Division		62.24		21.00
Biomass Division		93.29		62.37
Unallocated		598.36		3,162.46
less : Intersegment Eliminations				
Add: Unallocable Liabilities				**6,072.38**
Total Liabilities	(B)	**10,440.46**		**2,223.72**
Net Capital Employed	(A-B)	**7,793.12**		

` in Lacs

Particulars	Year ended March 31, 2025			Year ended March 31, 2024		
	Capital Expenditure	Non-Cash Expenditure other than depreciation	Depreciation & Amortization	Capital Expenditure	Non-Cash Expenditure other than depreciation	Depreciation & Amortization
Recycle Division			28.21			35.00
Restore Division			36.54			44.72
Biomass Division			3.10			0.11
Unallocated			19.14			0.34
Segment Total	-	-	**86.98**	-	-	**80.17**

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LIMITED

Director

For RACE ECO CHAIN LTD.

CHIEF FINANCIAL OFFICER

RACE ECO CHAIN LIMITED

NEW DELHI

T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
4228/1, ANSARI ROAD, DARYA GANJ,
NEW DELHI-110002
Tel.: 011-35016945,43540898,
Mobile: +91-8448852426, 8448421575
Website: www.tkguptaassociates.com
E-mail: tkga@tkguptaassociates.com

INDEPENDENT AUDITOR'S REPORT

To the Members of "GEOECO GREEN ENERGY LIMITED"

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of **GEOECO GREEN ENERGY LIMITED** which comprise the Balance Sheet as at **31st March 2024**, and the Statement of Profit & Loss for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial Statements give the information required by the Companies Act, 2013("the Act') in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended, ("AS") and other accounting principles generally accepted in India, of the state of affairs of the company as at **March 31st 2024** ,the Loss for the year ended on that date.

Basis for opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under section 143 (10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code Of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to

Other Information – Other than the Financial Statements and Auditors Report Thereon

The Company's Board of Directors is responsible for the preparation and presentation of the other information. The other Information comprises the information included in the Board's Report including Annexures to Board's Report and Annual Return, but does not include the financial statements and our auditor's report thereon.

Piyanshu Sharma
Digitally signed by Piyanshu Sharma
Date: 2025.01.24 15:24:50 +05'30'

T.K. GUPTA & ASSOCIATES NEW DELHI-2 CHARTERED ACCOUNTANTS

Our Opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of our audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for Financial Statements

The Company's Board of directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance and other accounting principles accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate Internal Financial Controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are

considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud any involve collusion, forgery, Intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exits related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial Statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all

relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on other Legal and Regulatory Requirements

1. As required by The Companies (Auditors Report) order 2020, ("the order") issued by Central Government of India in terms of sub section (11) of section 143 of the Act, we give in **"Annexure A"** a statement on the matters specified in paragraphs 3 and 4 of the order.

2. As required by section 143(3) of the Act, we report that:

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

   c) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the relevant books of account.

   d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   e) On the basis of written representations received from the directors as on 31 March, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2024, from being appointed as a director in terms of Section 164(2) of the Act.

   f) The company has a turnover of less than Rs 50 Crore and also the aggregate borrowings from banks or financial institutions or body corporate are less than Rs 25 Crore during the year, accordingly vide notification no. 464(E) dated 13.06.2017, there is no requirement for reporting on adequacy of internal financial controls system and operating effectiveness of such controls.

   g) With respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit & Auditors) Rules 2014, as amended in our opinion and to our best of our information and according to the explanations given to us:

I. The Company does not have any pending litigation.

II. The company does not have any long-term contracts including derivative contracts which require provision under any law or accounting Standard for material foreseeable losses.

III. There was no amount which was required to be transferred to the Investor Education and Protection Fund.

IV. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

V. The company has not proposed or declared or paid any dividend during the year.

T.K. GUPTA & ASSOCIATES NEW DELHI-2 CHARTERED ACCOUNTANTS

T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS

VI. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rule, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirement but for record retention is not applicable for the financial year ended March 31, 2024.

For M/s T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN NO.: 011604N

PLACE: NEW DELHI
DATE: 09 DEC 2024



CA. T.K. GUPTA
(PARTNER)
M. No. 082235

T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS

Annexure-A to the Independent Auditor's Report of Even Date on the Financial Statements of "GEOECO GREEN ENERGY LIMITED"

A statement as required on the matter specified in the paragraph 3 & 4 of The Companies (Auditors Report) Order 2020, the order issued by Central government of India in terms of sub section (11) of section 143 of the Act,

(i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a) (A) The Company does not have any Property, Plant and Equipment as such reporting under clause 3 (a) (A) is not applicable.

(B) The Company does not have any intangible assets as such reporting under clause 3 (a) (B) is not applicable.

(ii) (a) The Company does not have any physical inventories. Accordingly, reporting under clause 3(ii) of the order is not applicable to the Company.

b) The company has not been sanctioned working capital limits in excess of Rupees 5 crore, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.

(iii) The Company has not made investment in, companies, and granted unsecured loans to other parties, during the year, in respect of which:

(a) The Company has not provided any loans or advances in the nature of loans or stood guarantee or provided security to any other entity during the year, and hence reporting under clause 3(iii)(a) of the Order is not applicable:

(b) In our opinion, the investment not made and the terms and condition of grant of loans during the year are, prima facie, not prejudicial to the company's interest.

(c) In respect of loans granted by the Company, the schedule of repayment of principle and payment of interest has been stipulated and the repayments of principal amounts and interest is regular as stipulated.

(d) As explained by the management in respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.

(e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.

(f) The Company has not granted loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during theyear.

(iv) According to the Information & explanation given to us and based on the audit procedure conducted by us, we are of the opinion that company has complied with the provisions of Section 185 and 186 of the Act in respect of grant of loans.

(v) The company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2024 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the company.

(vi) The Central Government has not prescribed the maintenance of cost records u/s 148 of the Act, in respect of business activities carried out by the company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.

(vii) **(a)** The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, Employees State Insurance, Income Tax, Sales-Tax, Goods and Service Tax, duty of customs, Duty of Excise, Value Added Tax, Cess & any other statutory dues applicable to it & there are no undisputed dues outstanding as on **31.03.2024** for a period of more than six months from the date they became payable.

(b) According to the information & explanations given to us and based on the audit procedure conducted by us, we are of the opinion that there were no statutory dues referred to in sub clause (a) above which have not been deposited on account of any dispute.

(viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961(43 of 1961).

(ix) (a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.

(b) The Company has not been declared wilful defaulter by any bank or financial institution orgovernment or any government authority.

(c) In our opinion & according to the information & explanation given to us, the Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.

T.K. GUPTA & ASSOCIATES NEW DELHI-2 CHARTERED ACCOUNTANTS

(d) On an overall examination of the financial statements of the Company, funds raised on short- term basis have, prima facie, not been used during the year for long-term purposes by the Company.

(e) The company does not have any subsidiaries, Joint venture or associates company hence on an overall examination of the financial statements of the Company, the Company has not reporting under clause 3(ix)(e) (f)of the Order is not applicable.

(x) (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(v)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

(xi) (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) In our opinion and as per the information and explanation provided to us, the company has not received any whistle blower complaint during the year.

(xii) The company is not a Nidhi Company; hence reporting under clause 3(xii) of the Order is not applicable to the Company.

(xiii) In our opinion and according to the information & explanation given to us, the company is in compliance with section 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards and section 177 is not applicable to the company.

(xiv) The Provision of Section 138 of the Companies Act 2013 are not applicable to the Company as such there is no requirement to have Internal Audit system and reports under this clause is not applicable.

(xv) In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi) (a) In our opinion, the Company is not required to be registered under section 45-IA

of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

(xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors of the Company during the year.

(xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit reportindicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We furtherstate that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) In our opinion the provision of section 135 of the Companies Act, 2013 relating to corporate social responsibility are not applicable as such the reporting under clause 3 (xx) of the order is not applicable.

For M/s T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN NO.: 011604N

PLACE: NEW DELHI
DATE: 09 DEC 2024

CA. T.K. GUPTA
(PARTNER)
M. No. 082235

GEOECO GREEN ENERGY LIMITED
Plaza-3 P3-204 Second Floor, Central Square, 20, Manohar LalKhurana Marg, Bara Hindu Rao Chandni Chowk, North Delhi,Delhi,India, 110006
BALANCE SHEET AS AT 31.03.2024
CIN :U39000DL2023PLC424443

(Rs. In Hundred)

PARTICULARS	NOTE NO.	AS AT 31.03.2024
I. EQUITY AND LIABILITIES		
1. Shareholder's Funds		
a. Share Capital	2	-
b. Reserve & Surplus	3	(52.00)
c. Money received against share warrants		
2. Share Application Money Pending Alltoment		
3. Non-current liabilities		
a. Long-term borrowings		-
b. Deferred tax liabilities (Net)		-
c. Other Long term liabilities		
d. Long-term provisions		
4. Current Liabilities		
a. Short-term borrowings		-
b. Trade payables		-
b.1 Total outstanding dues of MSME		
b.2 Total outstanding dues of creditors other than MSME		-
c. Other current Liabilities	4	52.00
d. Short-term provision		-
		-
II. ASSETS		
1. Non- current assets		
a. Property, Plants & Equipment		
i. Tangible assets		-
ii. Intangible assets		
iii. Capital work-in- progess		
iv. Intangilble assets under development		
b. Non- current Invcstments		
c. Deferred tax assets (net)		
d. Long-term loans and advances		
e. Other non-current assets		
2. Current Assets		
a. Current Investment		-
b. Inventories		-
c. Trade receivables		-
d. Cash and cash equivalents	5	-
e. Short term loans and advances		-
f. Other current assets		-
	Total	-

See Accompanying notes forming part of the Financial Statements

Geoeco Green Energy Limited

PIYANSHU SHARMA
(DIRECTOR)
DIN: 01485270

Director

Geoeco Green Energy Limited

Director

ANISHA MALIK
(DIRECTOR)
DIN:09405745

AUDITOR'S REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
REGN. NO. 011604N

T.K. GUPTA & ASSOCIATES NEW DELHI-2 CHARTERED ACCOUNTANTS

PLACE : NEW DELHI
DATED : 09 DEC 2024

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

GEOECO GREEN ENERGY LIMITED

Plaza-3 P3-204 Second Floor, Central Square, 20, Manohar LalKhurana Marg, Bara Hindu Rao Chandni Chowk, North Delhi,Delhi,India, 110006

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2024

CIN :U39000DL2023PLC424443

(Rs. In Hundred)

PARTICULARS	NOTE NO.	For the Year Ended 31.03.2024
I. Revenue From operations		-
II. Other Income		-
III. Total Revenue (I+II)		-
IV. Expenses:		
cost of material consumed		-
Employee benefits expenses		-
Finance costs	6	-
Depreciation and amortization expenses		-
Other Expenses	7	52.00
Total Expenses		**52.00**
V. Profit before exceptional and extraordinary items and tax (III-IV)		(52.00)
VI. Exceptional Items		
VII. Profir before extraordinary items and tax (V-VI)		(52.00)
VIII. Extraordinary Items		
IX. Profit before tax (VII- VIII)		(52.00)
X. Tax Expenses:		
(1) Current Tax		-
(2) Deferred Tax		-
XI. Profit (loss) for the period from continuing Operations (VII-VIII)		(52.00)
XII. Profit/(loss) from discontinuing operations		-
XIII. Tax expense of discontinuing operations		-
XIV. Profit/(loss) from Discontinuing Operations (after tax) (XII- XIII)		-
XV. Profit (Loss) for the period (XI+XIV)		(52.00)
XVI. Earnings per equity share:		
(1). Basic		-0.10
(2) Diluted		-0.10

See Accompanying notes forming part of the Financial Statements

Geoeco Green Energy Limited

PIYANSHU SHARMA
(DIRECTOR)
DIN: 01485270

Director

Geoeco Green Energy Limited

Director

ANISHA MALIK
(DIRECTOR)
DIN:09405745

AUDITOR'S REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
REGN. NO. 011604N

T.K. GUPTA & ASSOCIATES * CHARTERED ACCOUNTANTS * NEW DELHI-2

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

PLACE : NEW DELHI
DATED : 09 DEC 2024

GEOECO GREEN ENERGY LIMITED
NOTES TO THE ACCOUNTS

Notes forming part of Balance Sheet as at 31st March 2024 and Statement of Profit & Loss for the year ended 31st March 2024

Note:-1 **Significant Accounting Policies:**

(a) **Accounting Convention:**
The financial statements are prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles in India including Accounting Standards prescribed under section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 & the provision of the Companies Act.

The Financial Statements are prepared as a going concern on accrual basis under historical cost convention.

(b) **Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles, accepted in India Management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revisions to the accounting estimates are recognized prospectively in the current and future years.

(c) Property, Plant and Equipment (PPE) and Depreciation
There is no PPE during the year.

(d) **Employees Benefits: -**
There is no Employee during the year.

(e) **Provision, Contingent Liabilities & Contingent Assets**

- Provision are recognised only when the company has present or legal or contructive obligation as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the transaction & a reliable estimate can be made for the amount of obilgation.

- Contigent Liabilities is Nil

- Contingent Assets are not recognised in the financial statement.

(f) **Recognition of Revnue :**

Revenue is recognised only when it can be reliably measured and it is reasonable to expect ultimate collection. Interest income is recognised on time proporition basis taking into account the amount outstanding and the rate applicable.

Geoeco Green Energy Limited

Director

Geoeco Green Energy Limited

Director

T.K. GUPTA & ASSOCIATES * NEW DELHI-2 * CHARTERED ACCOUNTANTS

NOTES

NOTE : 2 SHARE CAPITAL

Particulars	As at 31.03.2024
Authorised Share Capital	15,000.00
(1,50,000) Equity Share of Rs. 10 each)	
Issued & Subscribed Share Capital	5,000.00
(50,000) Equity Share of Rs. 10 each)	
Paid up Share Capital	
(50,000) Equity Share of Rs. 10 each)	
(Unpaid Capital)	
Total	15,000.00

(a) Reconciliation of number of equity shres outstanding at the beginning and at the end of the year.

Particulars	As at 31.03.2024
Number of shares outstanding as at the beginning of the year	50,000
Add:	-
Number of shares outstanding as at the end of the year	**50,000**

(b) **Terms/Rights attached to Equity Shares**
The Company has only one class of equity shares having a par value of Rs. 10 per share. All these Shares have some rights & preferences with respect to payment of dividend, repayment of capital and voting.

(c) **Details of Shareholding :** more than 5% Shares in the company

Sl. No.	Name of the Shareholder	Number of shares held in the company
1	Anisha Malik	2,000.00
2	Sunil Kumar Malik	40,000.00
3	Puja Malik	5,700.00
4	Lalit Malik	2,000.00

NOTE : 3 RESERVES AND SURPLUS

PARTICULARS	As at 31.03.2024
Surplus	
Opening Balance	-
Add: Profit for the year	(52.00)
Closing Balance	**(52.00)**
Total Reserve & Surplus	**(52.00)**

Geoeco Green Energy Limited
Director

Geoeco Green Energy Limited
Director

NOTE : 4 OTHER CURRENT LIABILITIES

PARTICULARS	As at 31.03.2024
Other Payable (Piyanshu Sharma)	52.00
Total	**52.00**

NOTE : 5 OTHER EXPENSES

PARTICULARS	As at 31.03.2024
ROC Expenses	52.00
TOTAL	**52.00**

NOTE : 6 There is no employee drawing remuneration in excess of Rs. 1,02,00,000/- during the year ended 31st March, 2024 or Rs. 8,50,000/- per month.

NOTE : 7 In the opinion of the Board of Directors, the Current Assets, Loans and Advances have a value on realization in the ordinary course of business at least equal to the amount at which these are stated.

NOTE : 8 Taxations

(i) Provision for current tax is made on the basis of taxable Income as per the applicable provisions of the Income tax Act, 1961.

(ii) Accounting for Tax on Income AS-22

There in timming difference during the year.

Note : 9 Auditors Remunerations

	2023-24
Audit Fees	0.00
	0.00

Note: 10 Related Party Disclosures

As per Accounting standard 18 on Related Party disclosures.

(i) List of related parties

Key Management Personnel	Relative of Key Management Personnel
Piyanshu Sharma	
Rama Nand Gupta	
Anisha Malik	

(ii) The nature and volume of transactions of the Company during the year with the above-mentioned related parties were as follows:

(In Rupees)

There is no related party transaction during the year.

Note: 11 Segment Information

There are no segment requirements other than Property Business as per Accounting Standard (AS-17) on Segment Reporting.

Note: 12 Foreign Exchange Transactions

	2023-24
Foreign Exchange Outogo	Nil
Foreign Exchange Earnings	Nil

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI-2

Geoeco Green Energy Limited

Director

Geoeco Green Energy Limited

Director

Note: 13 Micro and Medium Scale Business Entities:

There are no Micro, Small and Medium Enterprises, to whom the company owes dues which are outstanding for more than 45 days as at 31st March, 2024. This information as required to be disclosed under the Micro, Small and Medium Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

Note: 14 The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 2013. accordingly, the company has complied with the accounting Standards as applicable to a Small and Medium Sized Company."

Note: 15 Previous Year Figure

Previous year figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

Geoeco Green Energy Limited

Director

PIYANSHU SHARMA
(DIRECTOR)
DIN: 01485270

Geoeco Green Energy Limited

Director

ANISHA MALIK
(DIRECTOR)
DIN:09405745

AUDITOR'S REPORT

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
FR NO: 011604N

T.K. GUPTA & ASSOCIATES NEW DELHI-2 CHARTERED ACCOUNTANTS

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

PLACE : NEW DELHI
DATED : 09 DEC 2024

Piyanshu Sharma Digitally signed by Piyanshu Sharma Date: 2025.01.24 15:25:19 +05'30'

T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
4228/1, ANSARI ROAD, DARYA GANJ,
NEW DELHI-110002
Tel.: 011-35016945,43540898,
Mobile: +91-8448852426, 8448421575
Website: www.tkguptaassociates.com
E-mail: tkga@tkguptaassociates.com

INDEPENDENT AUDITOR'S REPORT

To the Members of "GEOECO GREEN ENERGY LIMITED"

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of **GEOECO GREEN ENERGY LIMITED** which comprise the Balance Sheet as at **March 31st 2025**, and the Statement of Profit & Loss for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial Statements give the information required by the Companies Act, 2013("the Act') in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended, ("AS") and other accounting principles generally accepted in India, of the state of affairs of the company as at **March 31st 2025**, the Loss for the year ended on that date.

Basis for opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under section 143 (10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code Of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Financial Statements



Other Information – Other than the Financial Statements and Auditors Report Thereon

The Company's Board of Directors is responsible for the preparation and presentation of the other information. The other Information comprises the information included in the Board's Report including Annexures to Board's Report and Annual Return, but does not include the financial statements and our auditor's report thereon.

Our Opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of our audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for Financial Statements

The Company's Board of directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance and other accounting principles accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate Internal Financial Controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud any involve collusion, forgery, Intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exits related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial Statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.



We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on other Legal and Regulatory Requirements

1) As required by The Companies (Auditors Report) order 2020, ("the order") issued by Central Government of India in terms of sub section (11) of section 143 of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the order.

2) As required by section 143(3) of the Act, we report that:

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

c) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the relevant books of account.

d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of written representations received from the directors as on March 31st 2025, taken on record by the Board of Directors, none of the directors is disqualified as on March 31st 2025, from being appointed as a director in terms of Section 164(2) of the Act.

f) The company has a turnover of less than Rs 50 Crore and also the aggregate borrowings from banks or financial institutions or body corporate are less than Rs 25 Crore during the year, accordingly, vide notification no. 464(E) dated 13.06.2017, there is no requirement for reporting on adequacy of internal financial controls system and operating effectiveness of such controls.



g) With respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit & Auditors) Rules 2014, as amended in our opinion and to our best of our information and according to the explanations given to us:

I. The Company does not have any pending litigation.

II. The company does not have any long-term contracts including derivative contracts which require provision under any law or accounting Standard for material foreseeable losses.

III. There was no amount which was required to be transferred to the Investor Education and Protection Fund.

IV. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

V. The company has not proposed or declared or paid any dividend during the year.



VI. In our opinion and to the best of our information and according to the explanations given to us, the Company has used accounting software for maintaining its books of accounts for the financial year ended March 31st 2025, which has a feature of recording audit trail (edit log) facility. The audit trail feature was operated throughout the financial year for all relevant transactions recorded in the software. Further, we have not come across any instance of the audit trail being tampered with during the course of our audit, and the audit trails have been preserved by the Company as per the statutory requirements under the Companies Act, 2013.

For M/s T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN NO.: 011604N

PLACE: NEW DELHI
DATE: 11 SEP 2025

CA. T.K. GUPTA
(PARTNER)
M. No. 082235

T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS

Annexure-A to the Independent Auditor's Report of Even Date on the financial statements of INDIA POLYMERS PRIVATE LIMITED

A statement as required on the matter specified in the paragraph 3 & 4 of The Companies (Auditors Report) Order 2020, the order issued by Central government of India in terms of sub section (11) of section 143 of the Act,

(i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a)

A. The Company does not have any property plant and equipment during the year, as such reporting under clause 3(i)(A) is not applicable.
B. The Company does not have any intangible assets as such reporting under clause 3 (i) (B) is not applicable.

(b) Since the Company does not have any Property, Plant and Equipment, physical verification of Property, Plant and Equipment does not arise. Accordingly, reporting under clause 3(i)(b) of the Companies (Auditor's Report) Order, 2020 is not applicable.

(c) According to the information and explanations given to us, the records examined by us there are no immovable properties of land which is owned by the Company, therefore the reporting under this clause 3 (a) (c) is not applicable.

(d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

(ii)

(a) The Company doesn't have any inventory during the year hence reporting under clause 3 (ii) (a) is not applicable.

(b) The company has not been sanctioned working capital limits in excess of Rupees 5 crore, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3 (ii) (b) is not applicable.

T.K. GUPTA & ASSOCIATES * NEW DELHI-2 * CHARTERED ACCOUNTANTS

(iii) The Company has made investment in, companies, firm, Limited Liability Partnerships, and granted unsecured loans to other parties, during the year, in respect of which:

(a) The company has provided loan during the year but not stood guarantee or provided securities to any other entity, in this regards we report as under:

(A) The Company has not granted any loans or advances and guarantees to subsidiary, Joint venture or associates.

(B) The Aggregate amount of loan advanced during the year was Rs. **4.20 lacs** and the balance outstanding at the year-end was Rs. **4.20 lacs.**

(b) In our option, the investment made and the terms and condition of grant of loans during the year are, prima facie, not prejudicial to the company's interest.

(c) In respect of loans granted by the Company, the loans granted are in the nature of demand loan and the repayments of principal amounts and receipts of interest are generally been regular as demanded by the company.

(d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.

(e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.

(iv) According to the Information & explanation given to us and based on the audit procedure conducted by us, we are of the opinion that company has complied with the provisions of Section 185 and 186 of the Act in respect of grant of loans.

(v) The company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2025 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the company.

(vi) The Central Government has not prescribed the maintenance of cost records u/s 148 of the Act, in respect of business activities carried out by the company. Thus, reporting under clause 3(vi) of the order is not applicable to the Company.

(vii)

(a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, Employees State Insurance, Income Tax, Sales-Tax, Goods and Service Tax, duty of customs, Duty of Excise, Value Added Tax, Cess & any other statutory dues applicable to it & there are no undisputed dues outstanding as on 31.03.2025 for a period of more than six months from the date they became payable.



(viii) There were no transactions relating to previously unrecorded income that have been surrenderedor disclosed as income during the year in the tax assessments under the Income Tax Act, 1961(43 of 1961).

(ix)

(a) The Company has taken loans from its related parties and there is no default in repayment of loan or in the payment of interest thereon.

(b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.

(d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) The Company has not raised any loans during the year by pledging securities held in their subsidiary, associates or joint ventures.

(x)

(a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting underclause 3(x)(b) of the Order is not applicable.

(xi)

(a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) In our opinion and as per the information and explanation provided to us, the company has not received any whistle blower complaint during the year.

(xii) The company is not a Nidhi Company; hence reporting under clause 3(xii) of the Order is not applicable to the Company.

(xiii) In our opinion and according to the information & explanation given to us, the company is in compliance with section 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards and section 177 is not applicable to the company.

(xiv)

(a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) The internal audit is not applicable to the company for the year under audit, therefore the reporting under clause 3(xiv) (b) is not applicable.

(xv) In our opinion during the year the Company has not entered into any non-cash transactions withits directors or persons connected with its directors. and hence provisions of section 192 of theCompanies Act, 2013 are not applicable to the Company.

(xvi)

(a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(b) of the Order is not applicable.

(xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors of the Company during the year.



(xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit reportindicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We furtherstate that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) In our opinion the provision of section 135 of the Companies Act, 2013 relating to corporate social responsibility are not applicable as such the reporting under clause 3 (xx) of the order is not applicable.

For M/s T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN NO.: 011604N

PLACE: NEW DELHI
DATE: 11 SEP 2025

T.K. GUPTA & ASSOCIATES NEW DELHI-2 CHARTERED ACCOUNTANTS

CA. T.K. GUPTA
(PARTNER)
M. No. 082235

GEOECO GREEN ENERGY LIMITED

Plaza-3 P3-204 Second Floor, Central Square, 20, Manohar LalKhurana Marg, Bara Hindu Rao Chandni Chowk, North Delhi,Delhi,India, 110006

BALANCE SHEET AS AT 31.03.2025

CIN :U39000DL2023PLC424443

(Rs. In Hundred)

PARTICULARS	NOTE NO.	AS AT 31.03.2025	AS AT 31.03.2024
I. EQUITY AND LIABILITIES			
1. Shareholder's Funds			
a. Share Capital	2	5,000.00	-
b. Reserve & Surplus	3	-388.50	-52.00
c. Money received against share warrants			
2. Share Application Money Pending Alltoment			
3. Non-current liabilities			
a. Long-term borrowings			
b. Deferred tax liabilities (Net)			
c. Other Long term liabilities			
d. Long-term provisions			
4. Current Liabilities			
a. Short-term borrowings	4	1,500.00	-
b. Trade payables			
b.1 Total outstanding dues of MSME			
b.2 Total outstanding dues of creditors other than MSME			
c. Other current Liabilities	5	502.00	52.00
d. Short-term provision			
		6,613.50	-
II. ASSETS			
1. Non- current assets			
a. Property, Plants & Equipment			
i. Tangible assets			
ii. Intangible assets			
iii. Capital work-in- progess			
iv. Intangilble assets under development			
b. Non- current Investments			
c. Deferred tax assets (net)	6	8.91	
d. Long-term loans and advances			
e. Other non-current assets			
2. Current Assets			
a. Current Investment			
b. Inventories			
c. Trade receivables			
d. Cash and cash equivalents	7	2,242.10	-
e. Short term loans and advances	8	4,362.49	-
f. Other current assets			
	Total	6,613.50	-

See Accompanying notes forming part of the Financial Statements

Geoeco Green Energy Limited

Director

PIYANSHU SHARMA
DIRECTOR
DIN: 01485270

Geoeco Green Energy Limited

Director

PUNEET BHAWAKER
DIRECTOR
DIN: 06971183

AUDITOR'S REPORT

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
REGN. NO. 011604N

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

PLACE : NEW DELHI
DATED : 11 SEP 2025

GEOECO GREEN ENERGY LIMITED

Plaza-3 P3-204 Second Floor, Central Square, 20, Manohar LalKhurana Marg, Bara Hindu Rao Chandni Chowk, North Delhi,Delhi,India, 110006

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2025

CIN :U39000DL2023PLC424443

(Rs. In Hundred)

PARTICULARS	NOTE NO.	For the Year Ended 31.03.2025	For the Year Ended 31.03.2024
I. Revenue From operations		-	-
II. Other Income		162.49	-
III. Total Revenue (I+II)		**162.49**	-
IV. Expenses:			
Cost of material consumed		-	-
Employee benefits expenses		-	-
Finance costs	6	5.90	-
Depreciation and amortization expenses		-	-
Other Expenses	7	502.00	52.00
Total Expenses		507.90	52.00
V. Profit before exceptional and extraordinary items and tax (III-IV)		(345.41)	(52.00)
VI. Exceptional Items			
VII. Profir before extraordinary items and tax (V-VI)		(345.41)	(52.00)
VIII. Extraordinary Items			
IX. Profit before tax (VII- VIII)		(345.41)	(52.00)
X. Tax Expenses:			
(1) Current Tax		-	-
(2) Deferred Tax		(8.91)	-
XI. Profit (loss) for the period from continuing Operations (VII-VIII)		(336.50)	(52.00)
XII. Profit/(loss) from discontinuing operations		-	-
XIII. Tax expense of discontinuing operations		-	-
XIV. Profit/(loss) from Discontinuing Operations (after tax) (XII- XIII)		-	-
XV. Profit (Loss) for the period (XI+XIV)		(336.50)	(52.00)
XVI. Earnings per equity share:			
(1). Basic		-0.67	-0.10
(2) Diluted		-0.67	-0.10

See Accompanying notes forming part of the Financial Statements

Geoeco Green Energy Limited

Director

PIYANSHU SHARMA
DIRECTOR
DIN: 01485270

Geoeco Green Energy Limited

Director

PUNEET BHAWAKER
DIRECTOR
DIN: 06971183

AUDITOR'S REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
REGN. NO. 011604N

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

PLACE : NEW DELHI
DATED : 11 SEP 2025

GEOECO GREEN ENERGY LIMITED
NOTES TO THE ACCOUNTS

Notes forming part of Balance Sheet as at 31st March 2025 and Statement of Profit & Loss for the year ended 31st March 2025

Note:-1 Significant Accounting Policies:

(a) **Accounting Convention:**
The financial statements are prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles in India including Accounting Standards prescribed under section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 & the provision of the Companies Act.

The Financial Statements are prepared as a going concern on accrual basis under historical cost convention.

(b) **Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles, accepted in India Management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revisions to the accounting estimates are recognized prospectively in the current and future years.

(c) Property, Plant and Equipment (PPE) and Depreciation
There is no PPE during the year.

(d) **Employees Benefits: -**
There is no Employee during the year.

(e) **Provision, Contingent Liabilities & Contingent Assets**

- Provision are recognised only when the company has present or legal or contructive obligation as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the transaction & a reliable estimate can be made for the amount of obilgation.

- Contigent Liabilities is Nil

- Contingent Assets are not recognised in the financial statement.

(f) **Recognition of Revnue :**

Revenue is recognised only when it can be reliably measured and it is reasonable to expect ultimate collection. Interest income is recognised on time proporition basis taking into account the amount outstanding and rate applicable.

Geoeco Green Energy Limited
Director

Geoeco Green Energy Limited
Director

T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
NEW DELHI-2

GEOECO GREEN ENERGY LIMITED

Plaza-3 P3-204 Second Floor, Central Square, 20, Manohar LalKhurana Marg, Bara Hindu Rao

Chandni Chowk, North Delhi,Delhi,India, 110006

NOTES

NOTE : 2 SHARE CAPITAL

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Authorised Share Capital	15,000.00	15,000.00
(1,50,000) Equity Share of Rs. 10 each)		
Issued & Subscribed Share Capital	5,000.00	5,000.00
(50,000) Equity Share of Rs. 10 each)		
Paid up Share Capital	5,000.00	-
(50,000) Equity Share of Rs. 10 each)		
(Unpaid Capital)		
Total	**5,000.00**	-

(a) Reconciliation of number of equity shres outstanding at the beginning and at the end of the year.

Particulars	As at 31.03.2025	As at 31.03.2024
Number of shares outstanding as at the beginning of the year	50,000	50,000
Add:	-	-
Number of shares outstanding as at the end of the year	**50,000**	**50,000**

(b) **Terms/Rights attached to Equity Shares**

The Company has only one class of equity shares having a par value of Rs. 10 per share. All these Shares have same rights & preferences with respect to payment of dividend, repayment of capital and voting.

(c) **Details of Shareholding :** more than 5% Shares in the company

Name of the Shareholder	Number of shares held in the company	Percentage of shares held in the company	Changes during the year
Sunil Kumar Malik	-	0.00%	-80.00%
Puja Malik	-	0.00%	-11.40%
Mr. Dinesh Pareekh	40,000.00	80.00%	80.00%
Ms. Sangeeta Pareekh	5,700.00	11.40%	11.40%

(d) **Details of Shareholding of Promoters**

Promoters Name	% of total shares	% of Change During the year
Mr. Dinesh Pareekh	80%	80%
Ms. Sangeeta Pareekh	11%	11%
Securocrop Securities India Private Limited	4%	4%
BGP-11 ANALYTICS PVT LTD	4%	4%

Geoeco Green Energy Limited

Director

Geoeco Green Energy Limited

Director

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

NOTE : 3 **ESERVES AND SURPLUS**

Particulars	As at 31.03.2025	As at 31.03.2024
Surplus		
Opening Balance	(52.00)	-
Add: Profit for the year	(336.50)	(52.00)
Closing Balance	**(388.50)**	**(52.00)**
Total Reserve & Surplus	**(388.50)**	**(52.00)**

NOTE : 4 **SHORT TERM BORROWINGS**

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Anisha Malik	500.00	-
(Repayable on demand, Rate of interest - Nil)		
Sunil Kumar Malik	1,000.00	-
(Repayable on demand, Rate of interest - Nil)		
Total	**1,500.00**	-

NOTE : 5 **OTHER CURRENT LIABILITIES**

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Other Payable (Piyanshu Sharma)	102.00	52.00
Expenses Payable	400.00	-
Total	**502.00**	**52.00**

NOTE : 6 **DEFERRED TAX ASSETS**

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Opening Balance	-	-
+/- Created during the year	8.91	-
TOTAL (Net Deferred Tax Assets/(Liabilities))	**8.91**	-

NOTE : 7 **CASH & CASH EQUIVALENTS**

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
In Current Accounts		
-HDFC Bank	2,242.10	-
TOTAL	**2,242.10**	-

Geoeco Green Energy Limited

Director

Geoeco Green Energy Limited

Director

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI-2

NOTE : 8 **SHORT TERM LOANS AND ADVANCES**

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Unsecured loans, considered good		
Kalyan Capitals Limited	4,346.25	-
(Repayable on demand, rate of interest @ 12% p.a.)		
Unsecured, considered good-Recooverable in cash or in		
-Balance with Revenue Authorities		
TDS Receivable	16.24	-
TOTAL	**4,362.49**	-

NOTE : 9 **OTHER INCOME**

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Interest Income Received	162.49	-
TOTAL	**162.49**	-

NOTE : 10 **FINANCE COSTS**

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Bank Charges	5.90	-
TOTAL	**5.90**	-

NOTE : 11 **OTHER EXPENSES**

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Audit Fees	300.00	-
Audit Fees - PY	100.00	-
Late Fees - Income Tax	10.00	-
Professional Fees	15.00	-
ROC Expenses	77.00	52.00
TOTAL	**502.00**	**52.00**

NOTE : 12 There is no employee drawing remuneration in excess of Rs. 1,02,00,000/- during the year ended 31st March, 2025 or Rs. 8,50,000/- per month.

NOTE : 13 In the opinion of the Board of Directors, the Current Assets, Loans and Advances have a value on realization in the ordinary course of business at least equal to the amount at which these are stated.

Geoeco Green Energy Limited

Director

Geoeco Green Energy Limited

Director

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS

NOTE : 14 **Taxations**

(i) Provision for current tax is made on the basis of taxable Income as per the applicable provisions of the Income tax Act, 1961.

(ii) Accounting for Tax on Income AS-22

Deferred Income Taxes reflects the impact of current year timing difference between taxable income & income as per Profit & Loss A/c. Deferred Tax are recognized only to the extent there is reasonable certainty that difficult future taxable income will be available.

(Rs. In Hundred)

Particulars	Current Year 31.03.2025	Previous Year 31.03.2024
Timing Difference of		
Brought Forward Loss	35.41	-
Net Timing Difference	**35.41**	
Deferred Tax Assets/(Liabilities)		
Opening Balance	-	-
Add: Created during the year	8.91	-
Closing Balance	**8.91**	-

Note : 15 **Auditors Remunerations** (Rs. In Hundred)

Particulars	2024-25	2023-24
Audit Fees	300.00	100.00
	300.00	**100.00**

Note: 16 **Related Party Disclosures**

As per Accounting standard 18 on Related Party disclosures.

(i) List of related parties

Key Management Personnel	Piyanshu Sharma Anil Malik Anisha Malik
Relative of Key Management Personnel	Sunil Kumar Malik
Enterprise in which Key Management Personnel and their relatives and company are able to exercise significant influence in the Enterprises.	Kalyan Capitals Limited

Geoeco Green Energy Limited

Director

Geoeco Green Energy Limited

Director

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI-2

(ii) The nature and volume of transactions of the Company during the year with the above-mentioned related parties were as follows:

(Rs. In Hundred)

Name of the Party	Nature of Transaction	for the year ended	
		31st March 2025	31st March 2024
Anisha Malik	Loan Taken	500.00	-
Sunil Kumar Malik	Loan Taken	1,000.00	-
Kalyan Capitals Limited	Loan Given	4,200.00	-
Kalyan Capitals Limited	Interest received	162.49	-

There is no related party transaction during the year.

NOTE: 17 **Segment Information**

There are no segment requirements other than Property Business as per Accounting Standard (AS-17) on Segment Reporting.

NOTE: 18 **Foreign Exchange Transactions**

Particulars	2024-25	2023-24
Foreign Exchange Outogo	Nil	Nil
Foreign Exchange Earnings	Nil	Nil

NOTE: 20 **Where the company has any transactions with the companies struck off under section 248 of Companies Act, 2013**

The company did not have any transaction with companies struck off under section 248 of the companies act 2013 or section 560 of the companies act, 1956 as such no declaration is required to be furnished.

NOTE: 21 **Details of registration of charge / satisfaction of charge pending with registrar of company**

There is no charge or satisfactory charges which is pending for registration beyond the statutory period.

NOTE: 22 **Utilisation of borrowed fund & Share Premium**

a) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kinds of funds) to any other person or entities including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

b) The company has nor received any fund from any person or entities including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall -directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

c) The management declare the relevant provision of FEMA 1999 and Companies Act,2013 have been complied with in relation to such transaction and the transaction are not voilative of the Prevention of Money Laundering Act 2002

Geoeco Green Energy Limited

Director

Geoeco Green Energy Limited

Director

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI-92

Note: 23

Details of Loan & Advances in the nature of loan granted to Promoters, Directors, Key Management Personnal & the related parties (as defined under Company Act 2013)

(a) Repayable on demand or
(b) Without specifying any term or period of repayment

The Company does not provide any type of loan granted to Promoters, Directors, Key Management Personnal & the related parties.

Note: 24 **Capital work in progress aging & overdue or has exceeded to its original place**

Company does not have any capital work in progress assets.

Note: 25 **Intangible assets under development**

Company does not have any Intangible assets under development.

Note: 26 **Details of Benami Property held**

No proceedings have been initiated or pending against the company for holding any benami property under the benami transactions (Prohibition) Act, 1988 and the rules made thereunder.

Note: 27 **Wilful defaulter**

The company has not made any default in the repayment of any borrowing, as such the declaration as wilful defaulter is not applicable.

Note: 28 **Compliance with number of layer of completion**

The company does not have any subsidary as such there is no non compliance with the number of layers prescribed under clause (87) section 2 of the Act read with companies (Restriction on number of layers) Rules,

Note: 29 **Compliance with approved scheme (s) of arrangements**

No scheme of arrangements was required u/s 230 to 237 of the companies Act, 2013 during the year, as such disclosure is not required.

Geoeco Green Energy Limited

Director

Geoeco Green Energy Limited

Director

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI-2

Note: 30 **Undisclosed Income**

The company has neither surrendered nor disclosed any income during the year in the tax assessments under the Income Tax Act, 1961.

Note: 31 **Corporate Social Responsibility (CSR)**

CSR is not applicable on the Company.

Note: 32 **Cryptocurrency or Virtual Currency**

The company has neither traded nor invested in cryptocurency or virtual currency as such no dislosure is

Note: 33 **Micro and Medium Scale Business Entities:**

There are no Micro, Small and Medium Enterprises, to whom the company owes dues which are outstanding for more than 45 days as at 31st March, 2025. This information as required to be disclosed under the Micro, Small and Medium Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

Note: 34 The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 2013. accordingly, the company has complied with the accounting Standards as applicable to a Small and Medium Sized Company."

Note: 35 **Previous Year Figure**

Previous year figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

Geoeco Green Energy Limited

Director

PIYANSHU SHARMA
DIRECTOR
DIN: 01485270

Geoeco Green Energy Limited

Director

PUNEET BHAWAKER
DIRECTOR
DIN: 06971183

AUDITOR'S REPORT

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
FR NO: 011604N

PLACE : NEW DELHI
DATED : 11 SEP 2025

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

NOTE: 19 Ratio Analysis :

S.No.	Particulars	2024-25	2023-24	Variation in ratio compare to previous year	Reasons of change
1	Current Ratio				
	Current Assets / Current Liabilities				
	Ratio	3.30	-	100%	Due to increase in short term advances and receipt of capital contribution.
2	Debt-Equity Ratio				
	Long Term Debt / Shareholder's fund	NA	NA	-	
	Ratio				
3	Debt Service Coverage Ratio				
	Operating Income + Depreciation / Term loan repayment obligation	NA	NA	-	
	Ratio				
4	Return on Equity Ratio				
	Profit after Tax / Equity Capital				
	Ratio	-0.07	1.00	-107.30%	Due to increase in operating expenses during the year.
5	Inventory turnover ratio				
	Total turnover / Inventory (Average inventory)				
	Ratio	NA	NA	-	
6	Trade Receivables turnover ratio				
	Total credit sale / Trade receivables(Average)	NA	NA	-	
	Ratio				
7	Trade payables turnover ratio				
	Credit Purchase / Trade Payables(Average)	NA	NA	-	
	Ratio				
8	Net capital turnover ratio				
	Total Turnover / Capital Employed				
	Ratio	0.04	-	100.00%	Due to interest income during the year.
9	Net profit ratio				
	Net Profit / Turnover	NA	NA		
	Ratio				
10	Return on Capital employed				
	Earning before Interest and Tax / Long term funds	-0.07	1.00	-107.49%	Due to increase in operating expenses during the year.
	Ratio				
11	Return on investment	NA	NA		
	Net income / Cost of Investment				
	Ratio				

Geoeco Green Energy Limited

Director

Geoeco Green Energy Limited

Director

T.K. GUPTA & ASSOCIATES * CHARTERED ACCOUNTANTS * NEW DELHI-2

T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS

4228/1, ANSARI ROAD, DARYA GANJ,
NEW DELHI - 110002
Tel. : 23264006, 23269898, 43540898
45674006
Website : www.tkguptaassociates.com
E-mail : tkga@tkguptaassociates.com

INDEPENDENT AUDITOR'S REPORT

To the Members of ANISHA DAZZLE FILMS PRIVATE LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of **ANISHA DAZZLE FILMS PRIVATE LIMITED**, which comprise the Balance Sheet as at **31st March 2023**, and the Statement of Profit & Loss for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial Statements give the information required by the Companies Act, 2013("the Act') in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended, ("AS") and other accounting principles generally accepted in India, of the state of affairs of the company as at **March 31st, 2023** and Loss for the year ended on that date.

Basis for opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under section 143 (10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code Of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Financial Statements.



Other Information – Other than the Financial Statements and Auditors Report Thereon

The Company's Board of Directors is responsible for the preparation and presentation of it's the other information. The other Information comprises the information included in the Board's Report including Annexures to Board's Report and Annual Return, but does not include the financial statements and our auditor's report thereon.

Our Opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of our audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for Financial Statements

The Company's Board of directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the AS and other accounting principles accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies ;making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate Internal Financial Controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud any involve collusion, forgery, Intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. But not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exits related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial Statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

T.K. GUPTA & ASSOCIATES DELHI-2

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on other Legal and Regulatory Requirements

1. As required by The Companies (Auditors Report) order 2020, ("the order") issued by Central Government of India in terms of sub section (11) of section 143 of the Act, report does not include a statement on the matters specified in the order, since in our opinion and according to the information and explanation given to us the said order is not applicable to the company.

2. As required by section 143(3) of the Act, we report that:

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

   c) The Balance Sheet, the Statement of Profit and Loss dealt with by this Report are in agreement with the relevant books of account.

   d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   e) On the basis of written representations received from the directors as on 31 March, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2023, from being appointed as a director in terms of Section 164(2) of the Act.



f) The company has a turnover of less than Rs 50 Crore and also the aggregate borrowings from banks or financial institutions or body corporate are less than Rs 25 Crore during the year, accordingly vide notification no. 464(E) dated 13.06.2017, there is no requirement for reporting on adequacy of internal financial controls system and operating effectiveness of such controls.

g) With respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit & Auditors) Rules 2014, as amended in our opinion and to our best of our information and according to the explanations given to us :

I. The Company does not have any pending litigation.

II. The company does not have any long-term contracts including derivative contracts which require provision under any law or accounting Standard for material foreseeable losses.

III. There was no amount which was required to be transferred to the Investor Education and Protection Fund.

IV. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

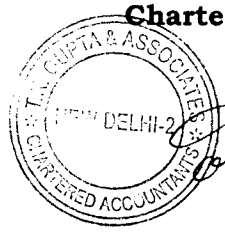
(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under and (b) above, contain any material misstatement.



V. The company has not proposed or decaled or paid any dividend.

VI. Proviso to Rule 3(1) of the companies (Accounts) Rule 2014 for maintaining books of accounts using accounting software which has a feature of recording audit trail (edit log) facilities is applicable to the company with effect from April 1, 2023 & accordingly, reporting under Rule 11(g) of companies (Audit & Auditor's) Rule 2014 is not applicable for the financial year ended 31st March 2023.

M/s T.K. GUPTA AND ASSOCIATES
Chartered Accountants
FRN: 011604N



CA T.K GUPTA
(PARTNER)
M. NO. 082235

Place:-New Delhi
Date: 06/09/2023

ANISHA DAZZLE FILMS PVT. LTD.
Regd. Office:-159, Gagan Vihar East Delhi DL 110051 IN
CIN:- U74999DL2015PTC282025
BALANCE SHEET AS AT 31.03.2023

(Rs. In Hundred)

Particulars	Note No.	As At 31.03.2023	As At 31.03.2022
I. CONTRIBUTION & LIABILITIES			
1. Shareholder's Funds			
a. Share Capital	2	1,000.00	1,000.00
b. Reserve & Surplus	3	-12,198.11	-11,565.72
c. Money received against share warrants		-	-
2. Liabilities			
A. Non-current liabilities			
a. Long-term borrowings	4	23,125.00	22,318.00
b. Other Long term liabilities		-	-
B. Current Liabilities			
a. Short-term borrowings		-	-
b. Trade payables		-	-
c. Other current Liabilities	5	302.09	912.54
d. Short-term provision		-	-
	Total	**12,228.98**	**12,664.82**
II. ASSETS			
1. Non- current assets			
a. Property Plants & Equipments			
i. Tangible assets		-	-
ii. Intangible assets		-	-
iii. Capital work-in- progess		-	-
iv. Intangilble assets under development		-	-
b. Non- current Investments		-	-
c. Deferred tax assets (net)		3,010.07	3,140.56
d. Long-term loans and advances		-	-
e. Other non-current assets		-	-
2. Current Assets			
a. Current Investment			
b. Inventories		-	-
c. Trade receivables		-	-
d. Cash and cash equivalents	6	241.07	546.42
e. Short term loans and advances	7	8,977.84	8,977.84
f. Other current assets		-	-
	Total	**12,228.98**	**12,664.82**

Anisha Dazzle Films Pvt. Ltd.
Director
PIYANSHU SHARMA
DIRECTOR
DIN: 01485270

Anisha Dazzle Films Pvt. Ltd.
Director
PUNEET BHAWAKER
DIRECTOR
DIN: 06971183

AUDITOR'S REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R.N.- 011604N

PLACE : NEW DELHI
DATED : 06 SEP 2023

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

ANISHA DAZZLE FILMS PVT. LTD.
CIN:- U74999DL2015PTC282025
Regd. Office:-159, Gagan Vihar East Delhi DL 110051 IN
STATEMENT OF PROFIT AND LOSS AS AT 31.03.2023

(Rs. In Hundred)

I. Revenue From operations		-	-
II. Other Income		-	16.10
III. Total Revenue (I+II)		-	16.10
IV. Expenses:			
Cost of Material consumed		-	-
Purchases of Stock-in Trade		-	-
Changes in Inventories of finished goods work- in- progess and Stock-in-Trade		-	-
Other Manufacturing Expenses		-	-
Employee benefits expenses		-	-
Finance costs	8	24.19	37.68
Depreciation and amortization expenses		-	-
Other Expenses	9	477.71	507.82
Total Expenses		**501.90**	**545.50**
V. Profit before exceptional and extraordinary items and tax (III-IV)		(501.90)	(529.40)
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V-VI)		(501.90)	(529.40)
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		(501.90)	(529.40)
X. Tax Expenses:			
(1) Current Tax		-	-
(3) Deferred Tax		-130.49	-137.64
XI. Profit (loss) for the period from continuing Operations (VII-VIII)		(632.39)	(667.04)
XII. Profit/(loss) from discontinuing operations		-	-
XIII. Tax expense of discontinuing operations		-	-
XIV. Profit/(loss) from Discontinuing		-	-
XV. Profit (Loss) for the period (XI+XIV)		(632.39)	(667.04)
XVI. Earnings per equity share:			
(1). Basic		-	-
(2) Diluted		-	-

See Accompanying notes forming part of the Financial Statements

Anisha Dazzle Films Pvt. Ltd.

PIYANSHU SHARMA Director
DIRECTOR
DIN: 01485270

Anisha Dazzle Films Pvt. Ltd.

PUNEET BHAWAKER Director
DIRECTOR
DIN: 06971183

AUDITOR'S REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R.N.- 011604N

T.K. GUPTA & ASSOCIATES * NEW DELHI-2 * CHARTERED ACCOUNTANTS

PLACE : NEW DELHI
DATED : 06 SEP 2023

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

DIRECTOR

DIRECTOR

NOTES TO THE ACCOUNTS

Notes forming part of Balance Sheet as at 31st March 2023 and Statement of Profit & Loss for the year ended 31st March 2023

Note:-1 **Significant Accounting Policies:**

(a) **Accounting Convention:**

The financial statements are prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles in India including Accounting Standards prescribed under section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 & the provision of the Companies Act.

The financial statements are prepared as a going concern on accrual basis under historical cost convention.

(b) **Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revisions to the accounting estimates are recognized prospectively in the current and future years.

(c) **Property, Plant and Equipment (PPE) and Depreciation**

On transition to Ind AS, the Company has elected to continue with the carrying value of all its property plant and equipment recognized as at 1st April, 2017 measured as per the previous GAAP, and use that carrying value as the deemed cost of the property, plant and equipment.

Property, plant and equipment are stated at acquisition or construction cost less accumulated depreciation and impairment loss. Cost comprises the purchase price and any attributable cost of bringing the asset to its location and working condition for its intended use, including relevant borrowing costs and any expected costs of decommissioning.

If significant parts of an item of PPE have different useful lives, then they are accounted for as separate items (major components) of PPE.

The cost of an item of PPE is recognized as an asset if, and only if, it is probable that the economic benefits associated with the item will flow to the Company in future periods and the cost of the item can be measured reliably. Expenditure incurred after the PPE have been put into operations, such as repair and maintenance expenses are charged to the Statement of Profit and Loss during the period in which they are incurred.

Depreciation on tangible fixed assets is provided on Straight Line Method using the rates arrived at based on the useful lives as specified in the Schedule II of the Companies Act, 2013 or estimated by the management. The Company has used the following useful life to provide depreciation on its Property Plant and Equipment.

Asset Category	Useful Life as Prescribed by Schedule II of the Companies Act, 2013	Estimated Useful Life
Office equipment's (computers)	3 Years	4 Years
Vehicles	6 Years	4 Years
Furniture & Fixtures	10 Years	5 Years

Useful life of assets different from the corresponding life specified in Schedule II has been estimated by management supported by technical assessments.

The estimated useful lives and residual values of the Property Plant and Equipment are reviewed at the end of each financial year.

Property Plant and Equipment, individually costing less than Rupees five thousand, are fully depreciated in the year of purchase.

Depreciation on the Property Plant and Equipment added/disposed off/discarded during the year is provided from/upto the date when added/disposed off/discarded.

Gains or losses arising from the retirement or disposal of Property Plant and Equipment are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognized as income or expense in the Statement of Profit and Loss.

Anisha Dazzle Films Pvt. Ltd.

Director

Anisha Dazzle Films Pvt. Ltd.

Director

(d) **Employees Benefits: -**

(i) **Leave Encashment**

Leave encashment benefits are paid / provided in its entirety in the accounts for the year.

(ii) **Provident Fund**

Provision for provident fund is not made as 'The Employees' Provident Funds and Miscellaneous Provisions Act, 1952' is not applicable to the company.

(iii) **Gratuity**

The company has not made provision for gratuity as 'The Provision for Gratuity Act, 1972'., as no employee has put in 5 years in service.

Other employee benefits are accounted for on accrual basis.

(e) **Provision, Contingent Liabilities & Contingent Assets**

(i) Provision are recognised only when the company has present or legal or contructive obligation as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the transaction & a reliable estimate can be made for the amount of obilgation.

(ii) Contigent Liabilities is Nil

(iii) Contingent Assets are not recognised in the financial statement.

(f) **Recognition of Revnue :**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company & the revenue can be reliable measured.

Revenue is recognised only when it can be reliably and it is reasonable to expect ultimate collection. Interest Income is recognised on time proporition basis taking into account the amount outstanding and rate applicable.

Anisha Dazzle Films Pvt. Ltd.

Director

GUPTA & ASSOCIATES DELHI-2

Anisha Dazzle Films Pvt. Ltd.

Director

ANISHA DAZZLE FILMS PVT. LTD.
Regd. Office:-159, Gagan Vihar East Delhi DL 110051 IN
CIN:- U74999DL2015PTC282025

NOTE : 2 SHARE CAPITAL

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Authorised Share Capital	1,000.00	1,000.00
(10,000 Equity Share of Rs. 10 each)		
Issued & Subscribed Share Capital	1,000.00	1,000.00
(10,000 Equity Share of Rs. 10 each)		
Paid up Share Capital	1,000.00	1,000.00
(10,000 Equity Share of Rs. 10 each)		
(Fully Paid up)		

(a) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year.

Particulars	As at 31.03.2025	As at 31.03.2024
beginning of the year	100.00	100.00
Add: Allotment made during the year	-	-
of the year	**100.00**	**100.00**
(b) Terms/Rights attached to Equity Shares		
The Company has only one class of equity shares having a par value of Rs. 10 per share. All these Shares have some rights & preferences with respect to payment of dividend, repayment of capital and voting.		

(c) Details of Shareholders holding more than 5% shares in the Company

Name of the Shareholder	Number of Shares held in the company	Percentage of Shares held in the company
Sunil Kumar Malik	5,000.00	5,000.00
Puja Malik	5,000.00	5,000.00

Anisha Dazzle Films Pvt. Ltd.
Director

Anisha Dazzle Films Pvt. Ltd.
Director

NOTE : 3 RESERVES AND SURPLUS

(Rs. In Hundred)

[illegible]	[illegible]	[illegible]
Surplus in the Statement of Profit & Loss		
Balance at the beginning of the year	-11,565.72	-10,898.68
Add: Profit/Loss for the year	-632.39	-667.04
Closing Balance	**-12,198.11**	**-11,565.72**
Total	**-12,198.11**	**-11,565.72**

NOTE : 4 BORROWINGS

LONG TERM BORROWINGS

(Rs. In Hundred)

[illegible]	[illegible]	[illegible]
Unsecured loans from Directors		
Piyanshu Sharma	-	3.00
Unsecured Loan from Others		
Sunil Kumar Malik	23,125.00	22,315.00
Total	**23,125.00**	**22,318.00**
Note:There is no default, continuing or otherwise, as at the balance sheet date, in repayment of any of the above loans.		

NOTE : 5 OTHER CURRENT LIABILITIES

(Rs. In Hundred)

[illegible]	[illegible]	[illegible]
Audit Fees Payable	204.00	870.54
Pankaj KMPS & Associates	76.09	42.00
Expenses Payable	22.00	
Total	**302.09**	**912.54**

Anisha Dazzle Films Pvt. Ltd.

Director

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS

Anisha Dazzle Films Pvt. Ltd.

Director

NOTE : 6 CASH AND CASH EQUIVALENTS

(Rs. In Hundred)

Cash in hand	44.77	44.77
Balance with Bank in current account	196.30	501.65
Total	**241.07**	**546.42**

NOTE : 7 LOANS AND ADVANCES

(Rs. In Hundred)

Short termLoans And Advances		
Advance given to supplier		
Dazzle Production Pvt. Ltd	8,977.84	8,977.84
Total	**8,977.84**	**8,977.84**

NOTE :8 FINANCE COST

(Rs. In Hundred)

Bank Charges	24.19	37.68
Total	**24.19**	**37.68**

NOTE: 9 OTHER EXPENSES

(Rs. In Hundred)

Audit Fee	204.00	248.82
MCA Fees	186.09	141.00
Profesional Charges	87.32	118.00
Short & Excess	0.30	
Total	**477.71**	**507.82**

NOTE: 10 In the opinion of the Board of Directors,the Current assets, Loans and Advances have a value on realisatio in the ordinary course of business at least equal to the amount stated in the Balance Sheet.

NOTE: 11 There was no employees who is in receipts of Rs.1,02,00,000/or more P.A. or Rs. 8,50,000/- per month where employed for a part of the year.

Anisha Dazzle Films Pvt. Ltd.

Director

T.K. GUPTA & ASSOCIATES * CHARTERED ACCOUNTANTS * NEW DELHI-2

Anisha Dazzle Films Pvt. Ltd.

Director

NOTE: 12 AUDITOR'S REMUNERATION

Audit Fees	204.00	204.00
Total	**204.00**	**204.00**

NOTE : 13 Related Party Disclosures

As per Accounting Standard 18 on Related Party Disclosure issued by the Institute of Chartered Accountant Of India, the disclosure of transactions with the related parties as defined by the accounting standard are given below:

(i) List of related parties with whom transactions have taken place and relationships:

Key Management Personnel	Relative of Key Management Personnel	Enterprises in Key Management Personnel
Piyanshu Sharma		
Puneet Bhawaker		

(ii) The nature and volume of transactions of the Company during the year with the above-mentioned related parties were as follows:

PARTICULARS	Current Year 31.03.2023	Previous Year 31.03.2022
Key Management Personnel		
Loan Repaid		
Piyanshu Sharma	30.00	

Related Party relationship is as identified by the company and relied upon by the auditors

Anisha Dazzle Films Pvt. Ltd.

Director

T.K. GUPTA & ASSOCIATES * CHARTERED ACCOUNTANTS * NEW DELHI-2

Anisha Dazzle Films Pvt. Ltd.

Director

NOTE NO. 14 INCOME TAX

(i) Provision for current tax is made on the basis of taxable Income as per the applicable provisions of the Income tax Act, 1961.

(ii) Accounting for Tax on Income AS-22

Deferred Income Taxes reflects the impact of current year timing difference between taxable income & income as per Profit & Loss A/c. Deferred Tax are recognized only to the extent there is reasonable certainty that difficult future taxable income will be available.

The breakup of Net Deferred Tax Assets / (Liabilities) is as under:

(Rs. In Hundred)

Particulars	Current Year 31.03.2023	Previous Year 31.03.2022
Timing Difference of		
Brought Forward Loss	-501.90	-529.40
Net Timing Difference	**-501.90**	**-529.40**
Deferred Tax Assets/(Liabilities)		
Opening Balance	3,140.56	3,278.20
Add: Created during the year	-130.49	-137.64
Closing Balance	**3,010.07**	**3,140.56**

T.N. GUPTA & ASSOCIATES * CHARTERED ACCOUNTANTS * NEW DELHI-2

Anisha Dazzle Films Pvt. Ltd.

Director

Anisha Dazzle Films Pvt. Ltd.

Director

NOTE: 15 Ratio Analysis

S.No.	Particulars	2022-23	2021-22	Variation in ratio compare to previous year	Variation in ratio compare to previous year
1	Current Ratio				
	Current Assets / Current Liabilities	30.52	10.44		
	Ratio			1.92	
2	Debt-Equity Ratio				
	Long Term Debt / Shareholder's fund	-2.07	-2.11		
	Ratio			-0.02	
3	Debt Service Coverage Ratio				
	Operating Income + Depreciation / Term loan repayment obligation	NIL	NIL		
	Ratio			-	
4	Return on Equity Ratio				
	Profit after Tax / Equity Capital				
	Ratio				
5	Inventory turnover ratio				
	Total turnover / Inventory (Average inventory)	NIL	NIL		
	Ratio				
6	Trade Receivables turnover ratio				
	Total credit sale / Trade receivables(Average)	NIL	NIL		
	Ratio				
7	Trade payables turnover ratio				
	Credit Purchase / Trade Payables(Average)	NIL	NIL		
	Ratio				
8	Net capital turnover ratio				
	Total Turnover / Capital Employed	NIL	NIL		
	Ratio				
9	Net profit ratio				
	Net Profit / Turnover	NIL	NIL		
	Ratio				
10	Return on Capital employed				
	Earning before Interest and Tax / Long term funds	-0.02	-0.02		
	Ratio			-0.09	
11	Return on investment				
	Net income / Cost of Investment	NIL	NIL		
	Ratio				

Anisha Dazzle Films Pvt. Ltd.

Director

T.R. GUPTA & ASSOCIATES NEW DELHI-2 CHARTERED ACCOUNTANTS

Anisha Dazzle Films Pvt. Ltd.

Director

NOTE: 16 Where the company has any transactions with the companies struck off under section 248 of Companies Act, 2013

Name of Struck off Company	Nature of transactions with struck-off Company	Balance outstanding	Relationship with the Struck off company, if any, to be disclosed
	Investments in securities		
	Receivables		
	Payables		
	Shares held by stuck off company		
	Other outstanding balances (to be specified)		

The company did not have any transaction with companies struck off under section 248 of the companies act 2013 or section 560 of the companies act, 1956 as such no declaration is required to be furnished.

NOTE: 17 Details of registration of charge / satisfaction of charge pending with registrar of company

There is no charge or satisfactory charges which is pending for registration beyond the statutory period.

NOTE: 18 Utilisation of borrowed fund & Share Premium

a) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kinds of funds) to any other person or entities including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

b) The company has nor received any fund from any person or entities including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall -directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

c) The management declare the relevant provision of FEMA 1999 and Companies Act,2013 have been complied with in relation to such transaction and the transaction are not voilative of the Prevention of Money Laundering Act 2002

Anisna Dazzle Films Pvt. Ltd.

Director

T.N. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI-2

Anisna Dazzle Films Pvt. Ltd.

Director

Note: 19 **Title deeds of immovable property not held in the name of the company.**

The Company holds title deeds of all the immovable property (Other than properties where the company is the lessee and the lease agreements areduly executed in favour of the lessee) in the name of the company.

Note: 20 **Details of Loan & Advances in the nature of loan granted to Promoters, Directors, Key Management Personnal & the related parties (as defined under Company Act 2013)**

(a) Repayable on demand or

(b) Without specifying any term or period of repayment

The Company does not provide any type of loan granted to Promoters, Directors, Key Management Personnal & the related parties.

Note: 21 **Capital work in progress aging & overdue or has exceeded to its original place**

Company does not have any capital work in progress assets.

Note: 22 **Intangible assets under development**

Company does not have any Intangible assets under development.

Note: 23 **Details of Benami Property held**

No proceedings have been initiated or pending against the company for holding any benami property under the benami transactions (Prohibition) Act, 1988

Note: 24 **Wilful defaulter**

The company has not made any default in the repayment of any borrowing, as such the declaration as wilful defaulter is not applicable.

Note: 25 **Compliance with number of layer of completion**

The company does not have any subsidary as such there is no non compliance with the number of layers prescribed under clause (87) section 2 of the Act read with companies (Restriction on number of layers) Rules, 2017.

Note: 26 **Compliance with approved scheme (s) of arrangements**

No scheme of arrangements was required u/s 230 to 237 of the companies Act, 2013 during the year, as such disclosure is not required.

Anisha Dazzle Films Pvt. Ltd.

Director

Anisha Dazzle Films Pvt. Ltd.

Director

Note: 27 **Undisclosed Income**

The company has neither surrendered nor disclosed any income during the year in the tax assessments under the Income Tax Act, 1961.

Note: 28 **Corporate Social Responsibility (CSR)**

CSR is not applicable on the Company.

Note: 29 **Cryptocurrency or Virtual Currency**

The company has neither traded nor invested in cryptocurency or virtual currency as such no dislosure is required.

Note: 30 **Micro and Medium Scale Business Entities:**

There are no Micro, Small and Medium Enterprises, to whom the company owes dues which are outstanding for more than 45 days as at 31st March, 2023. This information as required to be disclosed under the Micro, Small and Medium Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

Note: 31

The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 2013. accordingly, the company has complied with the accounting Standards as applicable to a Small and Medium Sized Company."

Note: 32 **Previous Year Figure**

Previous year figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

Anisha Dazzle Films Pvt. Ltd.

PIYANSHU SHARMA
DIRECTOR
DIN: 01485270

Director

Anisha Dazzle Films Pvt. Ltd.

PUNEET BHAWAKER
DIRECTOR
DIN: 06971183

Director

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN-011604N

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

PLACE : NEW DELHI
DATED : 06 SEP 2023

T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
4228/1, ANSARI ROAD, DARYA GANJ,
NEW DELHI-110002
Tel.: 011-35016945,43540898,
Mobile: +91-8448852426, 8448421575
Website: www.tkguptaassociates.com
E-mail: tkga@tkguptaassociates.com

INDEPENDENT AUDITOR'S REPORT

To the Members of ANISHA DAZZLE FILMS PRIVATE LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of **ANISHA DAZZLE FILMS PRIVATE LIMITED**, which comprise the Balance Sheet as at **31st March 2024**, and the Statement of Profit & Loss for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial Statements give the information required by the Companies Act, 2013("the Act') in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended, ("AS") and other accounting principles generally accepted in India, of the state of affairs of the company as at **March 31st, 2024** and Loss for the year ended on that date.

Basis for opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under section 143 (10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code Of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Financial Statements.

Other Information – Other than the Financial Statements and Auditors Report Thereon

The Company's Board of Directors is responsible for the preparation and presentation of it's the other information. The other Information comprises the information included in the Board's Report including Annexures to Board's Report and Annual Return, but does not include the financial statements and our auditor's report thereon.

Our Opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.



In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of our audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for Financial Statements

The Company's Board of directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the AS and other accounting principles accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies ;making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate Internal Financial Controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud any involve collusion, forgery, Intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. But not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exits related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial Statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

T.K. GUPTA & ASSOCIATES * NEW DELHI-2 * CHARTERED ACCOUNTANTS

Report on other Legal and Regulatory Requirements

1. As required by The Companies (Auditors Report) order 2020, ("the order") issued by Central Government of India in terms of sub section (11) of section 143 of the Act, report does not include a statement on the matters specified in the order, since in our opinion and according to the information and explanation given to us the said order is not applicable to the company.

2. As required by section 143(3) of the Act, we report that:

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

c) The Balance Sheet, the Statement of Profit and Loss dealt with by this Report are in agreement with the relevant books of account.

d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of written representations received from the directors as on 31 March, 2024, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2024, from being appointed as a director in terms of Section 164(2) of the Act.

f) The company has a turnover of less than Rs 50 Crore and also the aggregate borrowings from banks or financial institutions or body corporate are less than Rs 25 Crore during the year, accordingly vide notification no. 464(E) dated 13.06.2017, there is no requirement for reporting on adequacy of internal financial controls system and operating effectiveness of such controls.

g) With respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit & Auditors) Rules 2014, as amended in our opinion and to our best of our information and according to the explanations given to us :

I. The Company does not have any pending litigation.

II. The company does not have any long-term contracts including derivative contracts which require provision under any law or accounting Standard for material foreseeable losses.

III. There was no amount which was required to be transferred to the Investor Education and Protection Fund.

T.K. GUPTA & ASSOCIATES NEW DELHI-2 CHARTERED ACCOUNTANTS

IV.(a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under and (b) above, contain any material misstatement.

V.The company has not proposed or declared or paid any dividend.

VI. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rule, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirement for record retention is not applicable for the financial year ended March 31, 2024.

For M/s T.K. GUPTA AND ASSOCIATES
Chartered Accountants
FRN: 011604N

Place:-New Delhi
Date: 07 SEP 2024

CA T.K GUPTA
(PARTNER)
M. NO. 082235

ANISHA DAZZLE FILMS PVT. LTD.
Regd. Office:-Unit 204 Plaza P-3 Central Square 20 Manohar Lal, Khurana Marg
Bara Hindu Rao, Sadar Bazar, Delhi- 110006
CIN:- U74999DL2015PTC282025
BALANCE SHEET AS AT 31.03.2024

(Rs. In Hundred)

PARTICULARS	NOTE NO.	AS AT 31.03.2024	AS AT 31.03.2023
I. EQUITY & LIABILITIES			
1. Shareholder's Funds			
a. Share Capital	2	1,000.00	1,000.00
b. Reserve & Surplus	3	-12,875.04	-12,198.11
c. Money received against share warrants		-	-
2. Liabilities			
A. Non-current liabilities			
a. Long-term borrowings		-	23,125.00
b. Other Long term liabilities		-	-
B. Current Liabilities			
a. Short-term borrowings	4	24,543.16	-
b. Trade payables		-	-
c. Other current Liabilities	5	320.63	302.09
d. Short-term provision		-	-
	Total	**12,988.75**	**12,228.98**
II. ASSETS			
1. Non- current assets			
a. Property Plants & Equipments			
i. Tangible assets		-	-
ii. Intangible assets		-	-
iii. Capital work-in- progess		-	-
iv. Intangilble assets under development		-	-
b. Non- current Investments		-	-
c. Deferred tax assets (net)		3,247.91	3,010.07
d. Long-term loans and advances		-	-
e. Other non-current assets		-	-
2. Current Assets			
a. Current Investment			
b. Inventories		-	-
c. Trade receivables		-	-
d. Cash and cash equivalents	6	44.77	241.07
e. Short term loans and advances	7	9,696.07	8,977.84
f. Other current assets		-	-
	Total	**12,988.75**	**12,228.98**
		-	-

For ANISHA DAZZLE FILMS PVT. LTD.

Director

PIYANSHU SHARMA
DIRECTOR
DIN: 01485270

For ANISHA DAZZLE FILMS PVT. LTD.

Director

PUNEET BHAWAKER
DIRECTOR
DIN: 06971183

AUDITOR'S REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R.N.- 011604N

T.K. GUPTA & ASSOCIATES ★ CHARTERED ACCOUNTANTS ★ NEW DELHI-2

PLACE : NEW DELHI
DATED 07 SEP 2024

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

ANISHA DAZZLE FILMS PVT. LTD.
CIN:- U74999DL2015PTC282025
Regd. Office:-Unit 204 Plaza P-3 Central Square 20 Manohar Lal, Khurana Marg
Bara Hindu Rao, Sadar Bazar, Delhi- 110006
STATEMENT OF PROFIT AND LOSS AS AT 31.03.2024

(Rs. In Hundred)

PARTICULARS	NOTE NO.	AS AT 31.03.2024	AS AT 31.03.2023
I. Revenue From operations		-	-
II. Other Income	8	718.23	-
III. Total Revenue (I+II)		718.23	-
IV. Expenses:			
Cost of Material consumed		-	-
Purchases of Stock-in Trade		-	-
Changes in Inventories of finished goods		-	-
work- in- progess and Stock-in-Trade		-	-
Other Manufacturing Expenses		-	-
Employee benefits expenses		-	-
Finance costs	9	1,401.78	24.19
Depreciation and amortization expenses		-	-
Other Expenses	10	231.22	477.71
Total Expenses		**1,633.00**	**501.90**
V. Profit before exceptional and extraordinary items and tax (III-IV)		(914.77)	(501.90)
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V-VI)		(914.77)	(501.90)
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		(914.77)	(501.90)
X. Tax Expenses:			
(1) Current Tax		-	-
(3) Deferred Tax		237.84	-130.49
XI. Profit (loss) for the period from continuing Operations (VII-VIII)		(676.93)	(632.39)
XII. Profit/(loss) from discontinuing operations		-	-
XIII. Tax expense of discontinuing operations		-	-
XIV. Profit/(loss) from Discontinuing		-	-
XV. Profit (Loss) for the period (XI+XIV)		(676.93)	(632.39)
XVI. Earnings per equity share:			
(1). Basic		(0.07)	(0.06)
(2) Diluted		(0.07)	(0.06)

See Accompanying notes forming part of the Financial Statements

For ANISHA DAZZLE FILMS PVT. LTD

PIYANSHU SHARMA
DIRECTOR
DIN: 01485270

Directo

For ANISHA DAZZLE FILMS PVT. LTD

PUNEET BHAWAKER
DIRECTOR
DIN: 06971183

Directo

AUDITOR'S REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R.N.- 011604N

T.K. GUPTA & ASSOCIATES * CHARTERED ACCOUNTANTS * NEW DELHI-2

PLACE : NEW DELHI
DATED 07 SEP 2024

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

NOTES TO THE ACCOUNTS

Notes forming part of Balance Sheet as at 31st March 2024 and Statement of Profit & Loss for the year ended 31st March 2024

Note:-1 **Significant Accounting Policies:**

(a) **Accounting Convention:**

The financial statements are prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles in India including Accounting Standards prescribed under section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 & the provision of the Companies Act.

The financial statements are prepared as a going concern on accrual basis under historical cost convention.

(b) **Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revisions to the accounting estimates are recognized prospectively in the current and future years.

(c) **Property, Plant and Equipment (PPE) and Depreciation**

On transition to Ind AS, the Company has elected to continue with the carrying value of all its property plant and equipment recognized as at 1st April, 2017 measured as per the previous GAAP, and use that carrying value as the deemed cost of the property, plant and equipment.

Property, plant and equipment are stated at acquisition or construction cost less accumulated depreciation and impairment loss. Cost comprises the purchase price and any attributable cost of bringing the asset to its location and working condition for its intended use, including relevant borrowing costs and any expected costs of decommissioning.

If significant parts of an item of PPE have different useful lives, then they are accounted for as separate items (major components) of PPE.

The cost of an item of PPE is recognized as an asset if, and only if, it is probable that the economic benefits associated with the item will flow to the Company in future periods and the cost of the item can be measured reliably. Expenditure incurred after the PPE have been put into operations, such as repair and maintenance expenses are charged to the Statement of Profit and Loss during the period in which they are incurred.

Depreciation on tangible fixed assets is provided on Straight Line Method using the rates arrived at based on the useful lives as specified in the Schedule II of the Companies Act, 2013 or estimated by the management. The Company has used the following useful life to provide depreciation on its Property Plant and Equipment.

Asset Category	Useful Life as Prescribed by Schedule II of the Companies Act, 2013	Estimated Useful Life
Office equipment's (computers)	3 Years	4 Years
Vehicles	6 Years	4 Years
Furniture & Fixtures	10 Years	5 Years

Useful life of assets different from the corresponding life specified in Schedule II has been estimated by management supported by technical assessments.

The estimated useful lives and residual values of the Property Plant and Equipment are reviewed at the end of each financial year.

Property Plant and Equipment, individually costing less than Rupees five thousand, are fully depreciated in the year of purchase.

Depreciation on the Property Plant and Equipment added/disposed off/discarded during the year is provided from/upto the date when added/disposed off/discarded.

Gains or losses arising from the retirement or disposal of Property Plant and Equipment are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognized as income or expense in the Statement of Profit and Loss.

For ANISHA DAZZLE FILMS PVT. LTD

Directo

For ANISHA DAZZLE FILMS PVT. LTD

Directo

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI-2

(d) **Employees Benefits: -**

(i) **Leave Encashment**

Leave encashment benefits are paid / provided in its entirety in the accounts for the year.

(ii) **Provident Fund**

Provision for provident fund is not made as 'The Employees' Provident Funds and Miscellaneous Provisions Act, 1952' is not applicable to the company.

(iii) **Gratuity**

The company has not made provision for gratuity as 'The Provision for Gratuity Act, 1972'., as no employee has put in 5 years in service.

Other employee benefits are accounted for on accrual basis.

(e) **Provision, Contingent Liabilities & Contingent Assets**

(i) Provision are recognised only when the company has present or legal or contructive obligation as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the transaction & a reliable estimate can be made for the amount of obilgation.

(ii) Contigent Liabilities is Nil

(iii) Contingent Assets are not recognised in the financial statement.

(f) **Recognition of Revnue :**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company & the revenue can be reliable measured.

Revenue is recognised only when it can be reliably and it is reasonable to expect ultimate collection. Interest Income is recognised on time proportion basis taking into account the amount outstanding and rate applicable.

For ANISHA DAZZLE FILMS PVT. LTD.

Director

For ANISHA DAZZLE FILMS PVT. LTD

Director

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI-2

ANISHA DAZZLE FILMS PVT. LTD.
Regd. Office:-Unit 204 Plaza P-3 Central Square 20 Manohar Lal, Khurana Marg
Bara Hindu Rao, Sadar Bazar, Delhi- 110006
CIN:- U74999DL2015PTC282025

NOTE : 2 SHARE CAPITAL

(Rs. In Hundred)

Particulars	As at 31.03.2024	As at 31.03.2023
Authorised Share Capital	1,000.00	1,000.00
(10,000 Equity Share of Rs. 10 each)		
Issued & Subscribed Share Capital	1,000.00	1,000.00
(10,000 Equity Share of Rs. 10 each)		
Paid up Share Capital	1,000.00	1,000.00
(10,000 Equity Share of Rs. 10 each)		
(Fully Paid up)		

(a) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year.

Particulars	As at 31.03.2024	As at 31.03.2023
Number of shares outstanding as at the beginning of the year	10,000.00	10,000.00
Add: Allotment made during the year	-	-
Number of shares outstanding as at the end of the year	**10,000.00**	**10,000.00**

(b) Terms/Rights attached to Equity Shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. All these Shares have same rights & preferences with respect to payment of dividend, repayment of capital and voting.

(c) Details of Shareholders holding more than 5% shares in the Company

Name of the Shareholder	Number of shares held in the company	Percentage of shares held in the company
Sunil Kumar Malik	5,000.00	50.00
Puja Malik	5,000.00	50.00

For ANISHA DAZZLE FILMS PVT. LTD.

Director

For ANISHA DAZZLE FILMS PVT. LTD.

Director

T.K. GUPTA & ASSOCIATES * CHARTERED ACCOUNTANTS * NEW DELHI-2

NOTE : 3 RESERVES AND SURPLUS

(Rs. In Hundred)

Particulars	As at 31.03.2024	As at 31.03.2023
Surplus in the Statement of Profit & Loss		
Balance at the beginning of the year	-12,198.11	-11,565.72
Add: Profit/Loss for the year	-676.93	-632.39
Closing Balance	**-12,875.04**	**-12,198.11**
Total	**-12,875.04**	**-12,198.11**

NOTE : 4 BORROWINGS

(Rs. In Hundred)

Particulars	As at 31.03.2024	As at 31.03.2023
A. LONG TERM BORROWINGS		
Unsecured Loan from Related Parties		
Sunil Kumar Malik	-	23,125.00
Total (A)	-	**23,125.00**
B. SHORT TERM BORROWINGS		
Unsecured, Considered good		
- From Related Parties		
Kalyan Capitals Limited	24,196.73	
(Repayable on demand, ROI @12%p.a.)		
Bank Overdraft	346.43	
Current maturities of long term debt	-	
Total (B)	**24,543.16**	
Total (A+B)	**24,543.16**	**23,125.00**
Note:There is no default, continuing or otherwise, as at the balance sheet date, in repayment of any of the above loans.		

NOTE : 5 OTHER CURRENT LIABILITIES

(Rs. In Hundred)

Particulars	As at 31.03.2024	As at 31.03.2023
Audit Fees Payable	100.00	204.00
Pankaj KMPS & Associates	-	76.09
Expenses Payable	87.00	22.00
TDS Payable	133.63	-
Total	**320.63**	**302.09**

For ANISHA DAZZLE FILMS PVT. LTD

Director

For ANISHA DAZZLE FILMS PVT. LTD

Director

T.K. GUPTA & ASSOCIATES * CHARTERED ACCOUNTANTS * NEW DELHI-2

NOTE : 6 CASH AND CASH EQUIVALENTS

(Rs. In Hundred)

Particulars	As at 31.03.2024	As at 31.03.2023
Cash in hand	44.77	44.77
Balance with Bank in current account		
City Union Bank	-	196.30
Total	**44.77**	**241.07**

NOTE : 7 LOANS AND ADVANCES

(Rs. In Hundred)

Particulars	As at 31.03.2024	As at 31.03.2023
Short term		
Advance given to supplier		
Pink Panther Productions Private Limited	9,696.07	8,977.84
(Formerly Known as Dazzle Production Pvt. Ltd)		
Total	**9,696.07**	**8,977.84**

NOTE :8 OTHER INCOME

(Rs. In Hundred)

Particulars	As at 31.03.2024	As at 31.03.2023
Interest Income	718.23	-
Total	**718.23**	-

NOTE :9 FINANCE COST

(Rs. In Hundred)

Particulars	As at 31.03.2024	As at 31.03.2023
Bank Charges	65.49	24.19
Interest Paid	1,336.29	-
Total	**1,401.78**	**24.19**

NOTE: 10 OTHER EXPENSES

(Rs. In Hundred)

Particulars	As at 31.03.2024	As at 31.03.2023
Audit Fee	136.72	204.00
MCA Fees	6.00	186.09
Profesional Charges	88.50	87.32
Short & Excess	-	0.30
Total	**231.22**	**477.71**

NOTE: 11 In the opinion of the Board of Directors,the Current assets, Loans and Advances have a value on realisatio in the ordinary course of business at least equal to the amount stated in the Balance Sheet.

NOTE: 12 There was no employees who is in receipts of Rs.1,02,00,000/or more P.A. or Rs. 8,50,000/- per month where employed for a part of the year.

For ANISHA DAZZLE FILMS PVT. LTD.

Directo

For ANISHA DAZZLE FILMS PVT. LTD.

Directo

T.K. GUPTA & ASSOCIATES * CHARTERED ACCOUNTANTS * NEW DELHI-2

NOTE: 13 AUDITOR'S REMUNERATION

	2023-24	2022-23
Audit Fees	204.00	204.00
Total	**204.00**	**204.00**

NOTE : 14 Related Party Disclosures

As per Accounting Standard 18 on Related Party Disclosure issued by the Institute of Chartered Accountant Of India, the disclosure of transactions with the related parties as defined by the accounting standard are given below:

(i) List of related parties with whom transactions have taken place and relationships:

Key Management Personnel	Relative of Key Management Personnel	Enterprisesof Key Management Personnel
Piyanshu Sharma		
Puneet Bhawaker		

(ii) The nature and volume of transactions of the Company during the

Party	Nature of Transactior	For the year ended	
		31st March 2024	31st March 2023

(iii) The nature balances outstanding of the Company during the year

Party	Nature of Transactior	As at	
		31st March 2024	31st March 2023

Note: Related party relationship is as identified by the Company and relied upon by the auditors.

-There are not related party transactions during the year

Related Party relationship is as identified by the company and relied upon by the auditors

For ANISHA DAZZLE FILMS PVT. LTD.

Director

For ANISHA DAZZLE FILMS PVT. LTD.

Director

T.K. GUPTA & ASSOCIATES * CHARTERED ACCOUNTANTS * NEW DELHI-2

NOTE NO. 15 INCOME TAX

(i) Provision for current tax is made on the basis of taxable Income as per the applicable provisions of the Income tax Act, 1961.

(ii) Accounting for Tax on Income AS-22

Deferred Income Taxes reflects the impact of current year timing difference between taxable income & income as per Profit & Loss A/c. Deferred Tax are recognized only to the extent there is reasonable certainty that difficult future taxable income will be available.

The breakup of Net Deferred Tax Assets / (Liabilities) is as under:

(Rs. In Hundred)

Particulars	Current Year 31.03.2024	Previous Year 31.03.2023
Timing Difference of		
Brought Forward Loss	-914.77	-501.90
Net Timing Difference	**-914.77**	**-501.90**
Deferred Tax Assets/(Liabilities)		
Opening Balance	3,010.07	3,140.56
Add: Created during the year	237.84	-130.49
Closing Balance	**3,247.91**	**3,010.07**

For ANISHA DAZZLE FILMS PVT. LTD

Directo

For ANISHA DAZZLE FILMS PVT. LTD

Directo

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI-2

NOTE: 16 Ratio Analysis : Since it is the first year of the company comparison for preceding year is not applicable

S.No.	Particulars	2023-24	2022-23	Variation in ratio compare to previous year	Reasons of change
1	Current Ratio				
	Current Assets / Current Liabilities	30.38	30.52		
	Ratio			-0.45%	
2	Debt-Equity Ratio				
	Long Term Debt / Shareholder's fund	-	-2.07		
	Ratio			-100.00%	
3	Debt Service Coverage Ratio				
	Operating Income + Depreciation / Term loan repayment obligation	NIL	NIL		
	Ratio			-	
4	Return on Equity Ratio				
	Profit after Tax / Equity Capital	-0.68	-0.63		
	Ratio			7.04%	Because of increase in losses due to rise in finance cost
5	Inventory turnover ratio				
	Total turnover / Inventory (Average inventory)	NIL	NIL		
	Ratio				
6	Trade Receivables turnover ratio				
	Total credit sale / Trade receivables(Average)	NIL	NIL		
	Ratio				
7	Trade payables turnover ratio				
	Credit Purchase / Trade Payables(Average)	NIL	NIL		
	Ratio				
8	Net capital turnover ratio				
	Total Turnover / Capital Employed	NIL	NIL		
	Ratio				
9	Net profit ratio				
	Net Profit / Turnover	NIL	NIL		
	Ratio				
10	Return on Capital employed				
	Earning before Interest and Tax / Long term funds	NA	-0.02		
	Ratio			NA	
11	Return on investment				
	Net income / Cost of Investment	NIL	NIL		
	Ratio				

For ANISHA DAZZLE FILMS PVT. LTD.

Director

T.K. GUPTA & ASSOCIATES * CHARTERED ACCOUNTANTS * NEW DELHI-2

For ANISHA DAZZLE FILMS PVT. LTD.

Director

NOTE: 17 **Where the company has any transactions with the companies struck off under section 248 of Companies Act, 2013**

The company did not have any transaction with companies struck off under section 248 of the companies act 2013 or section 560 of the companies act, 1956 as such no declaration is required to be furnished.

NOTE: 18 **Details of registration of charge / satisfaction of charge pending with registrar of company**

There is no charge or satisfactory charges which is pending for registration beyond the statutory period.

NOTE: 19 **Utilisation of borrowed fund & Share Premium**

a) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kinds of funds) to any other person or entities including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

b) The company has nor received any fund from any person or entities including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall -directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

c) The management declare the relevant provision of FEMA 1999 and Companies Act,2013 have been complied with in relation to such transaction and the transaction are not voilative of the Prevention of Money Laundering Act 2002

For ANISHA DAZZLE FILMS PVT. LTD.

Directo

For ANISHA DAZZLE FILMS PVT. LTD

Directo

T.K. GUPTA & ASSOCIATES * CHARTERED ACCOUNTANTS * NEW DELHI-2

Note: 20 **Title deeds of immovable property not held in the name of the company.**

The Company holds title deeds of all the immovable property (Other than properties where the company is the lessee and the lease agreements areduly executed in favour of the lessee) in the name of the company.

Note: 21 **Details of Loan & Advances in the nature of loan granted to Promoters, Directors, Key Management Personnal & the related parties (as defined under Company Act 2013)**

(a) Repayable on demand or
(b) Without specifying any term or period of repayment

The Company does not provide any type of loan granted to Promoters, Directors, Key Management Personnal & the related parties.

Note: 22 **Capital work in progress aging & overdue or has exceeded to its original place**

Company does not have any capital work in progress assets.

Note: 23 **Intangible assets under development**

Company does not have any Intangible assets under development.

Note: 24 **Details of Benami Property held**

No proceedings have been initiated or pending against the company for holding any benami property under the benami transactions (Prohibition) Act, 1988 and the rules made thereunder.

Note: 25 **Wilful defaulter**

The company has not made any default in the repayment of any borrowing, as such the declaration as wilful defaulter is not applicable.

Note: 26 **Compliance with number of layer of completion**

The company does not have any subsidary as such there is no non compliance with the number of layers prescribed under clause (87) section 2 of the Act read with companies (Restriction on number of layers) Rules, 2017.

Note: 27 **Compliance with approved scheme (s) of arrangements**

No scheme of arrangements was required u/s 230 to 237 of the companies Act, 2013 during the year, as such disclosure is not required.

For ANISHA DAZZLE FILMS PVT. LTD

Directo

T.K. GUPTA & ASSOCIATES NEW DELHI-2 CHARTERED ACCOUNTANTS

For ANISHA DAZZLE FILMS PVT. LTD

Directo

Note: 28 **Undisclosed Income**

The company has neither surrendered nor disclosed any income during the year in the tax assessments under the Income Tax Act, 1961.

Note: 29 **Corporate Social Responsibility (CSR)**

CSR is not applicable on the Company.

Note: 30 **Cryptocurrency or Virtual Currency**

The company has neither traded nor invested in cryptocurency or virtual currency as such no dislosure is required.

Note: 31 **Micro and Medium Scale Business Entities:**

There are no Micro, Small and Medium Enterprises, to whom the company owes dues which are outstanding for more than 45 days as at 31st March, 2024. This information as required to be disclosed under the Micro, Small and Medium Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

Note: 32

The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 2013. accordingly, the company has complied with the accounting Standards as applicable to a Small and Medium Sized Company."

Note: 33 **Previous Year Figure**

Previous year figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

For ANISHA DAZZLE FILMS PVT. LTD

PIYANSHU SHARMA
DIRECTOR
DIN: 01485270

Directo

For ANISHA DAZZLE FILMS PVT. LTD

PUNEET BHAWAKER
DIRECTOR
DIN: 06971183

Directo

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN-011604N

T.K. GUPTA & ASSOCIATES * CHARTERED ACCOUNTANTS * NEW DELHI-2

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

PLACE : NEW DELHI
DATED : 07 SEP 2024

T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
4228/1, ANSARI ROAD, DARYA GANJ,
NEW DELHI-110002
Tel.: 011-35016945,43540898,
Mobile: +91-8448852426, 8448421575
Website: www.tkguptaassociates.com
E-mail: tkga@tkguptaassociates.com

INDEPENDENT AUDITOR'S REPORT

To the Members of RACE GATEWAY LIMITED
(Formerly known as ANISHA DAZZLE FILMS PRIVATE LIMITED)

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of **RACE GATEWAY LIMITED (Formerly known as ANISHA DAZZLE FILMS PRIVATE LIMITED)**, which comprise the Balance Sheet as at **March 31st, 2025**, and the Statement of Profit & Loss for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial Statements give the information required by the Companies Act, 2013("the Act') in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2006, as amended, ("AS") and other accounting principles generally accepted in India, of the state of affairs of the company as at **March 31st, 2025** and Loss for the year ended on that date.

Basis for opinion

We conducted our audit of the Financial Statements in accordance with the Standards on Auditing specified under section 143 (10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code Of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Financial Statements.



Other Information – Other than the Financial Statements and Auditors Report Thereon

The Company's Board of Directors is responsible for the preparation and presentation of it's the other information. The other Information comprises the information included in the Board's Report including Annexures to Board's Report and Annual Return, but does not include the financial statements and our auditor's report thereon.

Our Opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of our audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for Financial Statements

The Company's Board of directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the AS and other accounting principles accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies ;making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate Internal Financial Controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud any involve collusion, forgery, Intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. But not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exits related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial Statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on other Legal and Regulatory Requirements

1. As required by The Companies (Auditors Report) order 2020, ("the order") issued by Central Government of India in terms of sub section (11) of section 143 of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the order.

2. As required by section 143(3) of the Act, we report that:

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

c) The Balance Sheet, the Statement of Profit and Loss dealt with by this Report are in agreement with the relevant books of account.

d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) In our opinion, there is no financial transaction, which would have an adverse effect on the financing of the company

f) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of the Section 197(16) of the Act, as amended:

In our opinion and according to the information & explanation given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.



g) On the basis of written representations received from the directors as on 31 March, 2025, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2025, from being appointed as a director in terms of Section 164(2) of the Act.

h) The company has a turnover of less than Rs 50 Crore and also the aggregate borrowings from banks or financial institutions or body corporate are less than Rs 25 Crore during the year, accordingly vide notification no. 464(E) dated 13.06.2017, there is no requirement for reporting on adequacy of internal financial controls system and operating effectiveness of such controls.

i) With respect to the other matters to be included in the Auditor's Report in accordance with rule 11 of the Companies (Audit & Auditors) Rules 2014, as amended in our opinion and to our best of our information and according to the explanations given to us:

I. The Company does not have any pending litigation.

II. The company does not have any long-term contracts including derivative contracts which require provision under any law or accounting Standard for material foreseeable losses.

III. There was no amount which was required to be transferred to the Investor Education and Protection Fund.

IV.

a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under and (b) above, contain any material misstatement.



V. The company has not proposed or declared or paid any dividend.

VI. In our opinion and to the best of our information and according to the explanations given to us, the Company has used accounting software for maintaining its books of accounts for the financial year ended March 31st, 2025 which has a feature of recording audit trail (edit log) facility. The audit trail feature was operated throughout the financial year for all relevant transactions recorded in the software. Further, we have not come across any instance of the audit trail being tampered with during the course of our audit, and the audit trails have been preserved by the Company as per the statutory requirements under the Companies Act, 2013.

For M/s T.K. GUPTA AND ASSOCIATES
Chartered Accountants
FRN: 011604N

T.K. GUPTA & ASSOCIATES * NEW DELHI-2 * CHARTERED ACCOUNTANTS

CA T.K GUPTA
(PARTNER)
M. NO. 082235
UDIN:

Place: - New Delhi
Date: 11 SEP 2025

Annexure-A to the Independent Auditor's Report of Even Date on the financial statements of INDIA POLYMERS PRIVATE LIMITED

A statement as required on the matter specified in the paragraph 3 & 4 of The Companies (Auditors Report) Order 2020, the order issued by Central government of India in terms of sub section (11) of section 143 of the Act,

(i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a)

A. The Company does not have any property plant and equipment during the year, as such reporting under clause 3(i)(A) is not applicable.
B. The Company does not have any intangible assets as such reporting under clause 3 (i) (B) is not applicable.

(b) Since the Company does not have any Property, Plant and Equipment, physical verification of Property, Plant and Equipment does not arise. Accordingly, reporting under clause 3(i)(b) of the Companies (Auditor's Report) Order, 2020 is not applicable.

(c) According to the information and explanations given to us, the records examined by us there are no immovable properties of land which is owned by the Company, therefore the reporting under this clause 3 (a) (c) is not applicable.

(d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

(ii)

(a) The Company doesn't have any inventory during the year hence reporting under clause 3 (ii) (a) is not applicable.

(b) The company has not been sanctioned working capital limits in excess of Rupees 5 crore, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3 (ii) (b) is not applicable.

(iii) The Company has not made any investment in, companies, firm, Limited Liability Partnerships, and has not granted unsecured loans to other parties, during the year, thus the reporting under clause 3 (iii) is not applicable.

T.K. GUPTA & ASSOCIATES NEW DELHI-2 CHARTERED ACCOUNTANTS

(iv) According to the Information & explanation given to us and based on the audit procedure conducted by us, we are of the opinion that company has complied with the provisions of Section 185 and 186 of the Act in respect of grant of loans.

(v) The company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2025 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the company.

(vi) The Central Government has not prescribed the maintenance of cost records u/s 148 of the Act, in respect of business activities carried out by the company. Thus, reporting under clause 3(vi) of the order is not applicable to the Company.

(vii)

(a) The company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, Employees State Insurance, Income Tax, Sales-Tax, Goods and Service Tax, duty of customs, Duty of Excise, Value Added Tax, Cess & any other statutory dues applicable to it & there are no undisputed dues outstanding as on 31.03.2025 for a period of more than six months from the date they became payable.

(viii) There were no transactions relating to previously unrecorded income that have been surrenderedor disclosed as income during the year in the tax assessments under the Income Tax Act, 1961(43 of 1961).

(ix)

(a) The Company has taken loans from its and there is no default in repayment of loan or in the payment of interest thereon.

(b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.

(d) On an overall examination of the financial statements of the Company, funds raised on short- term basis have, prima facie, not been used during the year for long-term purposes by the Company.

(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) The Company has not raised any loans during the year by pledging securities held in their subsidiary, associates or joint ventures.



(x)

(a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting underclause 3(x)(b) of the Order is not applicable.

(xi)

(a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) In our opinion and as per the information and explanation provided to us, the company has not received any whistle blower complaint during the year.

(xii) The company is not a Nidhi Company; hence reporting under clause 3(xii) of the Order is not applicable to the Company.

(xiii) In our opinion and according to the information & explanation given to us, the company is in compliance with section 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards and section 177 is not applicable to the company.

(xiv)

(a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) The internal audit is not applicable to the company for the year under audit, therefore the reporting under clause 3(xiv) (b) is not applicable.

(xv) In our opinion during the year the Company has not entered into any non-cash transactions withits directors or persons connected with its directors. and hence provisions of section 192 of theCompanies Act, 2013 are not applicable to the Company.

(xvi)

(a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(b) of the Order is not applicable.

T.K. GUPTA & ASSOCIATES * NEW DELHI-2 * CHARTERED ACCOUNTANTS

(xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors of the Company during the year.

(xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit reportindicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We furtherstate that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) In our opinion the provision of section 135 of the Companies Act, 2013 relating to corporate social responsibility are not applicable as such the reporting under clause 3 (xx) of the order is not applicable.

For M/s T.K. GUPTA AND ASSOCIATES
Chartered Accountants
FRN: 011604N

Place: - New Delhi
Date: 11 SEP 2025

CA T.K GUPTA
(PARTNER)
M. NO. 082235

Race Gateway Limited

(Formaly Khow as Anisha Dazzle Films Pvt. Ltd.)

Regd. Office:-Unit 204 Plaza P-3 Central Square 20 Manohar Lal, Khurana Marg Bara Hindu Rao, Delhi Sadar Bazar, 110006, Delhi

CIN:- U74102DL2015PLC282025

BALANCE SHEET AS AT 31.03.2025

(Rs. In Hundred)

PARTICULARS	NOTE NO.	AS AT 31.03.2025	AS AT 31.03.2024
I. CONTRIBUTION & LIABILITIES			
1. Shareholder's Funds			
a. Share Capital	2	1,000.00	1,000.00
b. Reserve & Surplus	3	-15,498.41	-12,875.04
c. Money received against share warrants		-	-
2. Liabilities			
A. Non-current liabilities			
a. Long-term borrowings	4	-	-
b. Other Long term liabilities		-	-
B. Current Liabilities			
a. Short-term borrowings	4	24,028.97	24,196.73
b. Trade payables		-	-
c. Other current Liabilities	5	5,128.98	667.06
d. Short-term provision		-	-
	Total	**14,659.54**	**12,988.75**
II. ASSETS			
1. Non- current assets			
a. Property Plants & Equipments			
i. Tangible assets		-	-
ii. Intangible assets		-	-
iii. Capital work-in- progess		-	-
iv. Intangilble assets under development		-	-
b. Non- current Investments		-	-
c. Deferred tax assets (net)	14	4,169.64	3,247.91
d. Long-term loans and advances		-	-
e. Other non-current assets		-	-
2. Current Assets			
a. Current Investment			
b. Inventories		-	-
c. Trade receivables		-	-
d. Cash and cash equivalents	6	793.83	44.77
e. Short term loans and advances	7	9,696.07	9,696.07
f. Other current assets		-	-
	Total	**14,659.54**	**12,988.75**

Race Gateway limited

Director

Race Gateway limited

Director

PIYANSHU SHARMA
DIRECTOR
DIN: 01485270

PUNEET BHAWAKER
DIRECTOR
DIN: 06971183

AUDITOR'S REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
F.R.N.- 011604N

PLACE : NEW DELHI
DATED : 11 SEP 2025

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

Race Gateway Limited
(Formaly Khow as Anisha Dazzle Films Pvt. Ltd.)
Regd. Office:-Unit 204 Plaza P-3 Central Square 20 Manohar Lal, Khurana Marg Bara Hindu Rao, Delhi Sadar Bazar, 110006, Delhi
CIN:- U74102DL2015PLC282025

STATEMENT OF PROFIT AND LOSS AS AT 31.03.2025

(Rs. In Hundred)

PARTICULARS	NOTE NO.	AS AT 31.03.2025	AS AT 31.03.2024
I. Revenue From operations		-	-
II. Other Income		-	718.23
III. Total Revenue (I+II)		-	718.23
IV. Expenses:			
Cost of Material consumed		-	-
Purchases of Stock-in Trade		-	-
Changes in Inventories of finished goods		-	-
work- in- progess and Stock-in-Trade		-	-
Other Manufacturing Expenses		-	-
Employee benefits expenses		-	-
Finance costs	8	3,067.34	1,401.78
Depreciation and amortization expenses		-	-
Other Expenses	9	477.76	231.22
Total Expenses		3,545.10	1,633.00
V. Profit before exceptional and extraordinary items and tax (III-IV)		(3,545.10)	(914.77)
VI. Exceptional Items		-	-
VII. Profit before extraordinary items and tax (V-VI)		(3,545.10)	(914.77)
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		(3,545.10)	(914.77)
X. Tax Expenses:			
(1) Current Tax		-	-
(3) Deferred Tax	14	-921.73	237.84
XI. Profit (loss) for the period from continuing Operations (VII-VIII)		(2,623.37)	(676.93)
XII. Profit/(loss) from discontinuing operations		-	-
XIII. Tax expense of discontinuing operations		-	-
XIV. Profit/(loss) from Discontinuing		-	-
XV. Profit (Loss) for the period (XI+XIV)		(2,623.37)	(676.93)
XVI. Earnings per equity share:			
(1). Basic		(0.26)	(0.07)
(2) Diluted		(0.26)	(0.07)

See Accompanying notes forming part of the Financial Statements

Race Gateway limited

PIYANSHU SHARMA
DIRECTOR
DIN: 01485270

Race Gateway limited
Director

PUNEET BHAWAKER
DIRECTOR
DIN: 06971183

AUDITOR'S REPORT
AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
F.RN.- 011604N

CA T.K. GUPTA (PARTNER)
M.NO. 082235

PLACE : NEW DELHI
DATED : 11 SEP 2025

NOTES TO THE ACCOUNTS

Notes forming part of Balance Sheet as at 31st March 2025 and Statement of Profit & Loss for the year ended 31st March 2025

Note:-1 **Significant Accounting Policies:**

(a) **Accounting Convention:**

The financial statements are prepared under the historical cost convention in accordance with the Generally Accepted Accounting Principles in India including Accounting Standards prescribed under section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules 2014 & the provision of the Companies Act.

The financial statements are prepared as a going concern on accrual basis under historical cost convention.

(b) **Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revisions to the accounting estimates are recognized prospectively in the current and future years.

(c) **Property, Plant and Equipment (PPE) and Depreciation**

Property, plant and equipment are stated at acquisition or construction cost less accumulated depreciation and impairment loss. Cost comprises the purchase price and any attributable cost of bringing the asset to its location and working condition for its intended use, including relevant borrowing costs and any expected costs of decommissioning.

If significant parts of an item of PPE have different useful lives, then they are accounted for as separate items (major components) of PPE.

The cost of an item of PPE is recognized as an asset if, and only if, it is probable that the economic benefits associated with the item will flow to the Company in future periods and the cost of the item can be measured reliably. Expenditure incurred after the PPE have been put into operations, such as repair and maintenance expenses are charged to the Statement of Profit and Loss during the period in which they are incurred.

Depreciation on tangible fixed assets is provided on Straight Line Method using the rates arrived at based on the useful lives as specified in the Schedule II of the Companies Act, 2013 or estimated by the management. The Company has used the following useful life to provide depreciation on its Property Plant and Equipment.

Asset Category	Useful Life as Prescribed by Schedule II of the Companies Act, 2013	Estimated Useful Life
Office equipment's (computers)	3 Years	4 Years
Vehicles	6 Years	4 Years
Furniture & Fixtures	10 Years	5 Years

Useful life of assets different from the corresponding life specified in Schedule II has been estimated by management supported by technical assessments.

The estimated useful lives and residual values of the Property Plant and Equipment are reviewed at the end of each financial year.

Property Plant and Equipment, individually costing less than Rupees five thousand, are fully depreciated in the year of purchase.

Depreciation on the Property Plant and Equipment added/disposed off/discarded during the year is provided from/upto the date when added/disposed off/discarded.

Gains or losses arising from the retirement or disposal of Property Plant and Equipment are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognized as income or expense in the Statement of Profit and Loss.

Race Gateway limited

Director

Race Gateway limited

Director

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI

(d) **Employees Benefits: -**

(i) **Leave Encashment**

Leave encashment benefits are paid / provided in its entirety in the accounts for the year.

(ii) **Provident Fund**

Provision for provident fund is not made as 'The Employees' Provident Funds and Miscellaneous Provisions Act, 1952' is not applicable to the company.

(iii) **Gratuity**

The company has not made provision for gratuity as 'The Provision for Gratuity Act, 1972'., as no employee has put in 5 years in service.

Other employee benefits are accounted for on accrual basis.

(e) **Provision, Contingent Liabilities & Contingent Assets**

(i) Provision are recognised only when the company has present or legal or contructive obligation as a result of past events, for which it is probable that an outflow of economic benefits will be required to settle the transaction & a reliable estimate can be made for the amount of obilgation.

(ii) Contigent Liabilities is Nil

(iii) Contingent Assets are not recognised in the financial statement.

(f) **Recognition of Revnue :**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company & the revenue can be reliable measured.

Revenue is recognised only when it can be reliably and it is reasonable to expect ultimate collection. Interest Income is recognised on time proporition basis taking into account the amount outstanding and rate applicable.

Race Gateway limited

Director

Race Gateway limited

Director

T.K. GUPTA & ASSOCIATES
NEW DELHI-2
CHARTERED ACCOUNTANTS

NOTE : 2 SHARE CAPITAL

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Authorised Share Capital	1,000.00	1,000.00
(10,000 Equity Share of Rs. 10 each)		
Issued & Subscribed Share Capital	1,000.00	1,000.00
(10,000 Equity Share of Rs. 10 each)		
Paid up Share Capital	1,000.00	1,000.00
(10,000 Equity Share of Rs. 10 each)		
(Fully Paid up)		

(a) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year.

Particulars	As at 31.03.2025	As at 31.03.2024
Number of shares outstanding as at the beginning of the year	100.00	100.00
Add: Allotment made during the year	-	-
Number of shares outstanding as at the end of the year	**100.00**	**100.00**

(b) Terms/Rights attached to Equity Shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. All these Shares have same rights & preferences with respect to payment of dividend, repayment of capital and voting.

(c) **Details of Shareholding :** more than 5% Shares in the company

Name of the Shareholder	Number of shares held in the company	Percentage of shares held in the company	Changes during the year
Sunil Kumar Malik	-	0.00%	-50.00%
Puja Malik	-	0.00%	-50.00%
Dinesh Pareekh	2,500.00	25.00%	25.00%
Sangeeta Pareekh	1,250.00	12.50%	12.50%
Anisha Malik	1,250.00	12.50%	12.50%
Runit Malik	1,250.00	12.50%	12.50%
Anira Malik	1,250.00	12.50%	12.50%
Aryan Malik	1,250.00	12.50%	12.50%
Bhupinder Malik	1,250.00	12.50%	12.50%

(d) **Details of Shareholding of Promoters**

Promoters Name	% of	% of Change During
Mr. Dinesh Pareekh	25%	25%
Ms. Sangeeta Pareekh	12.50%	12.50%

Race Gateway limited

Director

Race Gateway limited

Director

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI-2

NOTE : 3 RESERVES AND SURPLUS

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Surplus in the Statement of Profit & Loss		
Balance at the beginning of the year	-12,875.04	-12,198.11
Add: Profit/Loss for the year	-2,623.37	-676.93
Closing Balance	**-15,498.41**	**-12,875.04**
Total	**-15,498.41**	**-12,875.04**

NOTE : 4 BORROWINGS

SHORT TERM BORROWINGS

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Unsecured Loan from Others		
Kalyan Capital Limited	24,028.97	24,196.73
(Repayable on Demand, ROI @ 12% p.a.)		
Total	**24,028.97**	**24,196.73**
Note:There is no default, continuing or otherwise, as at the balance sheet date, in repayment of any of the above loans.		

NOTE : 5 OTHER CURRENT LIABILITIES

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Audit Fees Payable	200.00	100.00
Cheque issued but not yet presented	3,456.90	346.43
TDS Payable	303.69	133.63
Expenses Payable	1,168.39	87.00
Total	**5,128.98**	**667.06**

Race Gateway limited

Director

Race Gateway limited

Director

T.C. GUPTA & ASSOCIATES NEW DELHI CHARTERED ACCOUNTANTS

NOTE : 6 **CASH AND CASH EQUIVALENTS**

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Cash in hand	44.77	44.77
Balance with Bank in current account	749.06	-
Total	**793.83**	**44.77**

NOTE : 7 **LOANS AND ADVANCES**

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
-Short term		
Advance given to supplier		
Dazzle Production Pvt. Ltd	9,696.07	9,696.07
Total	**9,696.07**	**9,696.07**

NOTE :8 **FINANCE COST**

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Bank Charges	30.44	65.49
Interest Paid	3,036.90	1,336.29
Total	**3,067.34**	**1,401.78**

NOTE: 9 **OTHER EXPENSES**

(Rs. In Hundred)

Particulars	As at 31.03.2025	As at 31.03.2024
Audit Fee	340.72	136.72
MCA Fees	78.04	6.00
Profesional Charges	59.00	88.50
Total	**477.76**	**231.22**

NOTE: 10 In the opinion of the Board of Directors,the Current assets, Loans and Advances have a value on realisatio in the ordinary course of business at least equal to the amount stated in the Balance Sheet.

NOTE: 11 There was no employees who is in receipts of Rs.1,02,00,000/or more P.A. or Rs. 8,50,000/- per month where employed for a part of the year.

NOTE: 12 **AUDITOR'S REMUNERATION**

	2024-25	2023-24
Audit Fees	300.00	204.00
Total	**300.00**	**204.00**

Race Gateway limited

Director

Race Gateway limited

Director

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI-2

NOTE : 13 Related Party Disclosures

As per Accounting Standard 18 on Related Party Disclosure issued by the Institute of Chartered Accountant Of India, the disclosure of transactions with the related parties as defined by the accounting standard are given below:

(i) List of related parties with whom transactions have taken place and relationships:

Key Management Personnel	Relative of Key Management Personnel	Enterprisesof Key Management Personnel
Piyanshu Sharma		
Anil Malik		
Puneet Bhawaker		

(ii) The were no transactions of the Company during the year with the above-mentioned related parties.

Related Party relationship is as identified by the company and relied upon by the auditors

NOTE NO. 14 INCOME TAX

(i) Provision for current tax is made on the basis of taxable Income as per the applicable provisions of the Income tax Act, 1961.

(ii) Accounting for Tax on Income AS-22

Deferred Income Taxes reflects the impact of current year timing difference between taxable income & income as per Profit & Loss A/c. Deferred Tax are recognized only to the extent there is reasonable certainty that difficult future taxable income will be available.

The breakup of Net Deferred Tax Assets / (Liabilities) is as under:

(Rs. In Hundred)

Particulars	Current Year 31.03.2025	Previous Year 31.03.2024
Timing Difference of		
Brought Forward Loss	-3,545.10	-914.77
Net Timing Difference	**-3,545.10**	**-914.77**
Deferred Tax Assets/(Liabilities)		
Opening Balance	3,247.91	3,010.07
Add: Created during the year	921.73	237.84
Closing Balance	**4,169.64**	**3,247.91**

Race Gateway limited

Director

Race Gateway limited

Director

T.K. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI-2

NOTE: 15 Ratio Analysis

S.No.	Particulars	2024-25	2023-24	Variation in ratio compare to previous year	Reasons
1	Current Ratio				
	Current Assets / Current Liabilities	2.05	14.60	-85.99	Due to increase in short term obligations
	Ratio			-	
2	Debt-Equity Ratio				
	Long Term Debt / Shareholder's fund	NIL	NIL		
	Ratio				
3	Debt Service Coverage Ratio				
	Operating Income + Depreciation / Term loan repayment obligation	NIL	NIL		
	Ratio			-	
4	Return on Equity Ratio				
	Profit after Tax / Equity Capital	18.09	5.70	217.42	The equity capital is reduced due to recurring loss.
	Ratio				
5	Inventory turnover ratio				
	Total turnover / Inventory (Average inventory)	NIL	NIL		
	Ratio				
6	Trade Receivables turnover ratio				
	Total credit sale / Trade receivables(Average)	NIL	NIL		
	Ratio				
7	Trade payables turnover ratio				
	Credit Purchase / Trade Payables(Average)	NIL	NIL		
	Ratio				
8	Net capital turnover ratio				
	Total Turnover / Capital Employed	NIL	NIL		
	Ratio				
9	Net profit ratio				
	Net Profit / Turnover	NIL	NIL		
	Ratio				
10	Return on Capital employed				
	Earning before Interest and Tax / Long term funds	NIL	NIL		
	Ratio				
11	Return on investment				
	Net income / Cost of Investment	NIL	NIL		
	Ratio				

Race Gateway limited

Director

Race Gateway limited

Director

T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
NEW DELHI-2

NOTE: 16 **Where the company has any transactions with the companies struck off under section 248 of Companies Act, 2013**

The company did not have any transaction with companies struck off under section 248 of the companies act 2013 or section 560 of the companies act, 1956 as such no declaration is required to be furnished.

NOTE: 17 **Details of registration of charge / satisfaction of charge pending with registrar of company**

There is no charge or satisfactory charges which is pending for registration beyond the statutory period.

NOTE: 18 **Utilisation of borrowed fund & Share Premium**

a) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kinds of funds) to any other person or entities including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

b) The company has nor received any fund from any person or entities including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall -directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries;

c) The management declare the relevant provision of FEMA 1999 and Companies Act,2013 have been complied with in relation to such transaction and the transaction are not voilative of the Prevention of Money Laundering Act 2002

Note: 19 **Title deeds of immovable property not held in the name of the company.**

The Company holds title deeds of all the immovable property (Other than properties where the company is the lessee and the lease agreements areduly executed in favour of the lessee) in the name of the company.

Note: 20 **Details of Loan & Advances in the nature of loan granted to Promoters, Directors, Key Management Personnal & the related parties (as defined under Company Act 2013)**

(a) Repayable on demand or
(b) Without specifying any term or period of repayment

The Company does not provide any type of loan granted to Promoters, Directors, Key Management Personnal & the related parties.

Note: 21 **Capital work in progress aging & overdue or has exceeded to its original place**

Company does not have any capital work in progress assets.

Note: 22 **Intangible assets under development**

Company does not have any Intangible assets under development.

Note: 23 **Details of Benami Property held**

No proceedings have been initiated or pending against the company for holding any benami property under the benami transactions (Prohibition) Act, 1988 and the rules made thereunder.

Race Gateway limited

Director

Race Gateway limited

Director

T.R. GUPTA & ASSOCIATES CHARTERED ACCOUNTANTS NEW DELHI-2

Note: 24 **Wilful defaulter**

The company has not made any default in the repayment of any borrowing, as such the declaration as wilful defaulter is not applicable.

Note: 25 **Compliance with number of layer of completion**

The company does not have any subsidary as such there is no non compliance with the number of layers prescribed under clause (87) section 2 of the Act read with companies (Restriction on number of layers) Rules, 2017.

Note: 26 **Compliance with approved scheme (s) of arrangements**

No scheme of arrangements was required u/s 230 to 237 of the companies Act, 2013 during the year, as such disclosure is not required.

Note: 27 **Undisclosed Income**

The company has neither surrendered nor disclosed any income during the year in the tax assessments under the Income Tax Act, 1961.

Note: 28 **Corporate Social Responsibility (CSR)**

CSR is not applicable on the Company.

Note: 29 **Cryptocurrency or Virtual Currency**

The company has neither traded nor invested in cryptocurency or virtual currency as such no dislosure is required.

Note: 30 **Micro and Medium Scale Business Entities:**

There are no Micro, Small and Medium Enterprises, to whom the company owes dues which are outstanding for more than 45 days as at 31st March, 2025. This information as required to be disclosed under the Micro, Small and Medium Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

Note: 31

The Company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 2013. accordingly, the company has complied with the accounting Standards as applicable to a Small and Medium Sized Company."

Note: 32 **Previous Year Figure**

Previous year figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

Race Gateway limited

Director

PIYANSHU SHARMA
DIRECTOR
DIN: 01485270

Race Gateway limited

Director

PUNEET BHAWAKER
DIRECTOR
DIN: 06971183

AS PER OUR REPORT OF EVEN DATE ANNEXED
FOR T.K. GUPTA & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN-011604N

CA. T.K. GUPTA (PARTNER)
M.NO. 082235

PLACE : NEW DELHI
DATED : 11 SEP 2025